

THE KEPPLEWRAY TRUST

England & Wales · Charity number 1015762

Details

Other names	THE CAUSEWAY TRUST, THE KEPPLEWRAY PROJECT, Keppleway Trust (Burundi), THE KEPPLEWRAY CENTRE
Status	Registered
Legal form	Trust
Registered	1992-12-16
Register	View on the Charity Commission register

Contact

Address The Keppleway Centre
Keppleway Hill
Broughton-In-Furness
Cumbria
LA20 6HE

Phone 01229716936

Email stay@keppleway.org.uk

Website www.keppleway.org.uk

Activities

Objects: (1)THE ADVANCEMENT OF THE CHRISTIAN RELIGION EITHER IN THE UNITED KINGDOM OR OVERSEAS (11)THE ADVANCEMENT FOR THE PUBLIC BENEFIT OF RELIGIOUS OR OTHER EDUCATION. IN PARTICULAR TO RELIEVE AND ADVANCE THE EDUCATION OF HANDICAPPED AND POOR CHILDREN AND YOUNG PERSONS THROUGH THEIR LEISURE TIME ACTIVITIES IN A CHRISTIAN ENVIRONMENT SO TO DEVELOP THEIR MENTAL AND PHYSICAL CAPABILITIES THAT THEY MAY GROW TO FULL MATURITY AS INDIVIDUALS AND MEMBERS OF SOCIETY AND THAT THEIR CONDITIONS OF LIFE MAY BE IMPROVED. (111)THE RELIEF OF THE AGED POOR SICK OR DISABLED.

Activities: Keppleway challenges exclusion and is founded on a commitment to bring disabled and non-disabled people together as equal partners. We operate a fully accessible education and activity centre offering adventure, challenge and relaxation with full-board accommodation and home-cooked food. We provide training on disability awareness and undertake access auditing.

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information
- **What:** Education/training, Disability, Religious Activities
- **Who:** Children/young People, People With Disabilities, The General Public/mankind

Geography

- **Area of benefit:** UNITED KINGDOM OR OVERSEAS
- Burundi
- Cumbria

Finances

Period end	Income	Expenditure	Assets	Employees
2024-09-30	£458,068	£549,933	-	-
2023-09-30	£542,938	£601,092	£109,706	8
2022-09-30	£571,487	£521,111	£168,646	8
2021-09-30	£392,782	£338,937	-	-
2020-09-30	£309,374	£306,038	-	-

Trustees

Name	Role	Appointed
Canon JOHN RALPH LIBBY	Chair	
CAROLINE ARMSTRONG Ms		2019-04-27
MARIAN BROWNE		
Michael Gordon Libby		2015-01-23

THE KEPPLEWRAY TRUST

England & Wales - Charity number 1015762

Accounts

The Keppleway Trust

**Trustees' report and consolidated
financial statements**

Registered charity number 1015762

30 September 2024

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Reference and administrative details

Registered charity number	1015762
Chairman	Revd JR Libby
Trustees	Revd JR Libby ME Browne MG Libby S Bevan C Armstrong
Centre Manager	Mr Neil Addington
Registered Address	The Keppleway Centre Keppleway Hill Broughton-in-Furness Cumbria LA20 6HE
Solicitors	Burnetts, Carlisle
Bankers	Barclays Bank Plc, Kendal, Cumbria
Registered accountants	MHA, Murley Moss Business Village, Oxenholme Road, Kendal

Trustees' report

The Trustees present their report and the financial statements of the Trust for the year ended 30 September 2024. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Trust.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Trust's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Reference and Administrative Information

The Causeway Trust was created by a Declaration of Trust dated 24 September 1992 and was registered as a charity on 16 December 1992. By a deed dated 1 October 1994 the Trust's name was changed to The Kepplewray Trust. The charity is registered with the Charity Commission under charity number 1015762. The Trustees, executive officers and principal addresses of the Charity, together with its professional advisers, are given on page 3.

Objects, Aims, Objectives and Activities

Charitable Objective

The main objective of the Trust is the advancement of the education and awareness of individuals and groups of disabled and non-disabled people through residential and day programmes of adventure, learning, challenge and relaxation in a fully accessible and inclusive Christian environment.

Through its trading company, Kepplewray Limited, a large mansion ('Kepplewray') in the Lake District was acquired which, after substantial renovation, enables the Trust to meet its charitable objective. Programmes at Kepplewray stretch mental and physical capabilities and deliberately promote the inclusion of disabled and disadvantaged people so that their conditions of life might be improved.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

Achievement and performance

Despite best efforts in sales and marketing our residential booking revenue continued to fall over the course of the year, following the pattern from the previous year. The decrease in residential group bookings is very challenging and seems to be a reflection of the ongoing impact of the cost of living crisis in the UK. Where residentials are booked the length of stay has reduced to 1-2 nights rather than the 3-4 nights previously taken, which means that margins are being squeezed.

We have sought to mitigate the reduction in school residentials by developing a self-catering offer as a way of diversifying the business and although that is still in its early stages there has been some uptake with booking in the diary for 2025.

We also delivered a series of activity days as part of Active Cumbria's Living Longer Better initiative and worked with Age UK Barrow to enable 24 over 65s to participate in several canoe adventures on Coniston. It was very well received by all participants and plans are afoot to develop another series of events with Age UK members in 2025.

Refurb Projects

Despite the challenging economic conditions there has been progress in the successful delivery of projects to improve the Centre building and introduce new assets into our offer.

These are:

- Installation of a further 17 double glazed windows on the front elevation
- Installation of new kitchen equipment to greatly modernise and improve the effectiveness of the servery area in the dining room
- Refurbishment of a couple of bedrooms with new carpets
- Refurbishment of the staff bathroom on the first floor
- The building of a multi-purpose 6 metre x 12 metre outdoor shelter on the edge of the field which has proved to be a popular and well used addition since its completion in late spring 2024.
- We have also been able to replace and or renew a significant number of items of activity kit due to the generosity of various funders.

CGP Support: In regard to the ongoing refurbishment project we have been very encouraged by an offer of support from local business CGP. In the late summer of 2024 discussions began with their team in regard to them helping out with a full overhaul of the internal and external decoration of the Centre building. In addition they would also like to organise and pay for the tarmacking of our car park and use their estate team to help tidy up the grounds and garden areas. This will be a substantial investment into the future of Keppleway and pave the way for further improvements in the quality of our residential accommodation and our hospitality offer. These improvements are planned to take place during the Spring and Summer of 2025.

Broughton School: We continued close links with Broughton-in-Furness Primary School, welcoming their pupils for activities throughout the year and providing freshly cooked school dinners for them on a daily basis. In particular the Kepp Adventure programme continues to inspire and equip these young children for living life to the full in the great outdoors, whatever the weather.

PIF: We continue to make good use of our Participation Inclusion Fund, which provides greatly subsidised access to activities for hundreds of guests who would not normally be able to join us at the Centre. Thanks to the generosity of a number of funders we estimate that 1 in 4 of our visitors are able to come to the centre as a direct result of the support they receive from the PI.

New Activity Manager: We were excited by the appointment of Johan Hoving to the roll of Activities Manager and his arrival has brought a new energy and renewed vision to the activities programme. He has come with a lot of ideas and vision for the future of the activities delivery which will require some changes going forward but which should ultimately improve and upgrade our offer. Johan is highly regarded in the outdoor industry and comes with vast experience of running his own Outdoor Pursuits business for over 20 years. He has also donated a number of items of kit to the Centre from that business (River Deep Mountain High) with a promise of more to come in the future

Traineeship: As a result of Johans arrival we are now planning to take on a Trainee Instructor who has been recruited after attending Keppleway as part of a Pathfinder group in July. Alice will start her new role with us in February 2025 and it is hoped will be a building block in creating a strong core team of well qualified young enthusiastic instructors at the Centre in the longer term.

Our thanks are also due to all of those who have made this continued momentum possible. To the staff team in particular, but also to my fellow trustees, to our donors, to our returning user groups, to our essential prayerful supporters and to the Broughton-in-Furness community. The combined efforts of all of these groups have enabled our inclusive journey to continue and to evolve even through a period of great uncertainty and vulnerability.

The Bethesda Project in Burundi

The Trust has continued its support of the work of the Bethesda Project in the Muyinga diocese in northern Burundi through restricted donations from supporters around the UK. The work is carried out by national staff under a team leader reporting to the Bishop of Muyinga. They visit people with disabilities, prioritising the young in the villages around Muyinga providing holistic care. This includes providing physiotherapy, mobility and other aids, nutrition advice, promoting long term self-sufficiency, and education to try to remove the barriers to inclusion.

Over the past year the team has been developing their network of local contacts enabling them to provide locally made supportive equipment such as seating and mobility scooters. In addition, they have expanded the number of villages that they visit, enabling more local people to receive support, whilst maintaining a program of following up ongoing cases.

Gifts have been received to enable the purchase of a vehicle for the Bishop and other diocesan staff who have previously been reliant on use of the Bethesda vehicle for transport. Donors have also promised funds to purchase two motor-cycles, which will give the team greater flexibility in their work.

The relatively low cost of operating in Burundi means much can be achieved with modest funds although increasing inflation is a concern and costs have been rising. We have been in fruitful discussions with "Food for the Hungry" regarding the establishment of some collaborative work to develop sustainable farming in the region served by Bethesda.

There are plans to visit Burundi in October 2025 to introduce potential supporters to the work in person in Muyinga. In the meantime the violent unrest in neighbouring DRC is a great cause for concern and we are monitoring the situation and praying for its de-escalation.

We are very grateful to our faithful supporters of this vital work in one of the world's poorest countries.

Management Development

In line with good practice, and very much as part of the work of the Development Team, we continue to develop our internal systems, support our staff, implement, review and amend our policies in order to deliver the best possible service to our guests.

Thanks

Donations and grants are vital to the development of the Centre. We are very grateful to all of our supporters and donors.

Financial review and results for the year

The Trust's year end is 30 September, and the accounts are independently examined annually. The consolidated results are shown in the unaudited accounts attached to this report.

Investment Policy

The Trustees do not envisage the Trust holding investments in the foreseeable future apart from shares in its trading subsidiary. Any shares donated to the group will be sold as soon as they are fully listed.

Reserves Policy

The group's free reserves at 30 September 2024 are in deficit by £756,591 (2023: deficit of £701,332). Of this amount, £663,721 (2023: £673,458) are long term liabilities not due to crystallise for at least 12 months from the balance sheet date. Allowing for this, the adjusted free reserves for the group at 30 September 2024 are a deficit of £92,870 (2023: deficit of £27,874).

The charity's free reserves at 30 September 2024 are in deficit by £135,949 (2023: deficit of £70,941). Of this amount, £239,140 (2023: £239,140) are long term liabilities not due to crystallise for at least 12 months from the balance sheet date. Allowing for this and the long-term debtor of 133,998 (2023: £155,173), the adjusted free reserves for the charity at 30 September 2024 is a deficit of £30,807 (2023: surplus of £13,026).

Despite its financial struggles and a failure to build any reserves Keppleway Trust continues to effectively deliver its mission driven focus thanks to the support of donors and the generous intervention of its Trustees. We believe the following points help support the argument that despite the lack of reserves we are still a going concern

1. **Earned income reduced but there are signs of recovery through new markets and diversification of our offer.** Our earned income has been reduced post covid and we are working hard to recover this income by
 - widening our sales and marketing reach to new areas of the Northwest region as well as;
 - seeking to diversify our offer in particular with the introduction of self-catering options to help fill weekends.
 Both these initiatives are beginning to show signs of working albeit slowly.
2. **Strong Donor Base:** Regular contributions from committed donors continue to help sustain the charity's activities. We hope to grow this in the future.
3. **Effective Cost Management:** The charity has demonstrated effective cost management and the ability to operate on a shoestring budget. We continue to work on efficient use of resources and cost-cutting measures to ensure sustainability.
NB We hope in the near future to significantly reduce our rent outgoings due to the intervention of one of the Keppleway management group who is planning to pay off the remaining mortgage and take over as landlord of the centre but offering a 5 year holiday from rent.
4. **Positive Impact and Community Support:** The charity's positive impact on its clients and strong support from beneficiaries and stakeholders is a sign of its longer term viability. In particular the support from local business CGP in the refurbishment of the building is a significant added value to the operation saving tens of thousands of pounds and adding huge value to the building and grounds.
5. **Access to Credit:** The charity has access to short-term financing options via the Keppleway Ltd overdraft which we have judiciously used to manage cash flow issues and continue operations.
6. **Future Funding Opportunities:** The charity has started using the services of an external fundraiser and it is hoped that this will lead to greater success in potential future funding opportunities, such as upcoming grants or fundraising campaigns. ***One of our staff is organising a world first challenge by sailing a kayak around Ireland in the summer of 2025 and hope to raise significant funds for Keppleway as well as raise our profile.***
7. **Dedicated Trustees, Leadership and Staff:** A committed leadership team and dedicated staff all contribute to the charity's mission during challenging financial times. Their dedication helps navigate financial difficulties and help to find innovative solutions.

Reserves Policy (continued)

8. **Mission-Driven Focus:** The charity's unwavering commitment to its mission can inspire confidence in donors, volunteers, and stakeholders. We do have a clear and compelling mission to provide inclusive adventure experiences for all abilities and to use these to develop confidence and self-esteem in our young participants.
9. **Financial Planning and Forecasting:** we are committed to using and improving financial planning and forecasting to help the charity anticipate and manage financial challenges.

Future Development

The significant investment in the Keppleway building has continued with the majority of the windows now having being replaced and a new kitchen servery installed. There are plans in place to deliver further refurbishment works throughout the whole building over the next 5 years in a phased programme of works which will require significant fund raising and project management but which are absolutely necessary in order to maximise the use and potential of the Centre building.

In regard to this refurbishment we have been very encouraged by the offer of support from local business CGP (referenced above) and believe that this will help Keppleway to improve our overall offer and move towards a more sustainable future,

Structure, governance and management

Governing Document

The charity is governed by its Trust deed dating from 1992. The Trustees are granted wide powers of investment and of application of Trust funds towards the charitable objects of the Trust except that they may not undertake permanent trading activities in raising funds to achieve its objects.

Governing body

The charity is governed by its trustees, of whom there are currently five. They are responsible for the administration of the objects of the Trust, having overall control and holding the legal, financial and management responsibility of the charity. They meet at least quarterly, but also receive regular reports from the Management Group.

Recruitment, appointment, induction and training of new Trustees

Potential new trustees are approached by the Chairman on the basis of eligibility, availability, expertise and personal competence. They are normally invited to join the Keppleway Management Group before being invited to become a trustee. On the group, they are introduced to all of the workings of the Charity. As trustees, they receive copies of Charity Commission newsletters and are informed of training courses that may be suitable for them.

Group structure and relationships

On 1 January 1995 the Trust signed a 99 year lease agreement with Keppleway Limited, which is wholly owned by the Trust, to secure the exclusive use of the property at Keppleway and enable the Trust to further its charitable objectives. The results of Keppleway Limited are shown in note 15 to the financial statements.

Risk Management

The Trustees have identified the major risks to which the charity is exposed. Those risks have been reviewed and systems established to mitigate them. In keeping under review the Trust's activities, Trustees are mindful of the potential for any changes to the present range of risks.

Statement of trustees' responsibilities

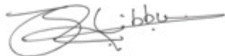
The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales/Northern Ireland 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 of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, 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 operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed.

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 Reverend J R Libby
Chairman of the Trustees

June 17, 2025
Date

Independent Examiner's Report to the Trustees of the Keppleway Trust

I report to the charity trustees on my examination of the accounts of the charity (the 'parent charity') and its subsidiary (the 'group') for the year ended 30 September 2024 which are set out on pages 11 to 29.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts (both parent and group) carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 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 material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

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

I draw attention to the disclosures in the going concern and reserves policies regarding the Trustees' assessment of the charity's ability to continue as a going concern. While the accounts have been prepared on a going concern basis, it is important to note that restricted funds are currently being used to support general expenditure. The Trustees are committed to replenishing these restricted funds by addressing the deficit in unrestricted funds. However, this situation represents a material uncertainty that may cast significant doubt on the charity's ability to continue as a going concern. My report has not been modified in respect of this matter.

I confirm that there are 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.

JSteer

Jack Steer ICAEW, BA(Hons)
MHA
Kendal House
Murley Moss Business Village
Oxenholme Road
Kendal
LA9 7RL

June 17, 2025
Date.....

Consolidated statement of financial activities*for the year ended 30 September 2024*

	Notes	2024		Total	2023
		Restricted funds	Unrestricted funds		Total
Income and endowments from:		£	£	£	£
Donations and legacies	2	34,174	22,021	56,195	55,652
Charitable activities:					
Grants received	3	52,721	-	52,721	92,605
Accommodation and activities income		-	343,313	343,313	391,996
Other trading activities		-	1,670	1,670	2,025
Other		-	50	50	660
Total income and endowments		86,895	367,054	453,949	542,938
Expenditure					
Raising funds:					
Fundraising trading		-	1,292	1,292	1,992
Fundraising costs		-	33,756	33,756	28,524
Charitable activities					
Provision of accommodation and activities		74,102	382,984	457,086	503,606
Other		-	43,934	43,934	64,783
Exceptional item		-	-	-	2,187
Total expenditure	4	74,102	461,966	536,068	601,092
Net income/ (expenditure)		12,793	(94,912)	(82,119)	(58,154)
Transfers between funds	14	(56,812)	56,812	-	-
Tax on activities		-	(2,286)	(2,286)	(786)
Net movement in funds		(44,019)	(40,386)	(84,405)	(58,940)
Reconciliation of funds:					
Fund balance brought forward	14	76,397	33,309	109,706	168,646
Fund balance carried forward	13, 14	32,378	(7,077)	25,301	109,706

Trust statement of financial activities for the year ended 30 September 2024

	Notes	Restricted funds £	2024 Unrestricted funds £	Total £	2023 Total £
Income and endowments from:					
Donations and legacies	2	34,174	22,021	56,195	55,652
Charitable activities:					
Grants received	3	52,721	-	52,721	92,605
Accommodation and activities income		-	343,313	343,313	391,996
Other		-	5,839	5,839	4,125
Total income and endowments		86,895	371,173	458,068	544,378
Expenditure					
Raising funds:					
Fundraising costs		-	13,727	13,727	14,356
Advertising & Marketing		-	20,029	20,029	14,168
Charitable activities:					
Provision of accommodation and activities		74,102	402,964	477,066	537,606
Other		-	39,111	39,111	35,764
Exceptional item		-	-	-	2,187
Total expenditure	4	74,102	475,831	549,933	604,081
Unrealised loss on investment	9	-	-	-	-
Net income/ (expenditure)		12,793	(104,658)	(91,865)	(59,703)
Transfers between funds	14	(56,812)	56,812	-	-
Net movement in funds		(44,019)	(47,846)	(91,865)	(59,703)
Reconciliation of funds:					
Fund balance brought forward		76,397	27,958	104,355	164,058
Fund balance carried forward		32,378	(19,888)	12,490	104,355

Consolidated and Charity Balance Sheets
at 30 September 2024

	Note	Group		Charity	
		30 Sept 2024	30 Sept 2023	30 Sept 2024	30 Sept 2023
		£	£	£	£
Fixed assets					
Tangible assets	8	749,514	734,641	88,061	70,899
Investments	9	-	-	28,000	28,000
		749,514	734,641	116,061	98,899
Current assets					
Stocks		3,544	3,092	2,395	2,181
Debtors: amounts falling due within one year	10	11,444	20,883	11,444	20,883
Debtors: amounts falling due after more than one year	10	-	-	133,998	155,173
Cash at bank and in hand		36,051	104,685	36,051	102,956
		51,039	128,660	183,888	281,193
Creditors: amounts falling due within one year	11	(111,531)	(80,137)	(48,319)	(36,597)
Net current assets		(60,492)	48,523	135,569	244,596
Total assets less current liabilities		689,022	783,164	251,630	343,495
Creditors: amounts falling due after more than one year	12	(663,721)	(673,458)	(239,140)	(239,140)
Net assets		25,301	109,706	12,490	104,355
Income funds					
Restricted funds	13,14	32,378	76,397	32,378	76,397
Unrestricted funds	13,14	(7,077)	33,309	(19,888)	27,958
		25,301	109,706	12,490	104,355

These financial statements were approved by the board of Trustees on June 17, 2025
and were signed on its behalf by:



.....
The Reverend JR Libby
Trustee

Notes (forming part of the financial statements)

1. Accounting policies

Basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. 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) issued in October 2019, the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The Keppleway Trust meets the definition of a public entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

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

Going concern

At the balance sheet date, the Charity's unrestricted funds were in deficit, resulting in restricted funds being used to support general expenditure, following a challenging financial year. The Trustees have assessed the financial position of the Charity, including financial forecasts extending beyond 12 months from the date of approval of the financial statements. Further details of this assessment are provided on pages 7-8 of the financial statements. The Trustees are committed to restoring restricted funds by addressing the unrestricted fund deficit.

Based on this assessment, the Trustees are of the view that there are sufficient positive indicators, and cash flows, to support the conclusion that the Charity has the ability to continue as a going concern for at least this period. Accordingly, the financial statements have been prepared on a going concern basis

Funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. There are no designated funds in the period.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income and gains are allocated to the appropriate fund.

Income recognition policies

All incoming resources are included in the Statement of Financial Activities (SOFA) when it is probable the charity will be legally entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income.

- Accommodation and activity income are recognised when the party has stayed at the premises and the service has been provided. If a stay spans the year end, income will be accrued for the proportion of the stay falling into the earlier year.
- Voluntary income is received by way of grants, donations and gifts and is included in full in the SOFA when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity are recognised when the charity becomes unconditionally entitled to the grant. For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received.
- The value of services provided by volunteers is not incorporated into these financial statements. Where services are provided to the charity as a donation that would normally be purchased from our suppliers, this contribution is included in the financial statements at an estimate based on the value of the contribution to the charity. Donated services and facilities are analysed in note 2.
- Investment income is included when receivable.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions 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. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources.

Other costs comprise the costs of running the charity, including strategic planning for its future development, also external audit, any legal advice for the trustees, and all the costs of complying with constitutional and statutory requirement, such as the costs of Trustees' meetings and of preparing statutory accounts and satisfying public accountability.

Rent charged to the charity by its subsidiary company is treated as a cost of the charity, and the intra-group income and costs are excluded from the consolidated figures.

Tangible fixed assets and depreciation

Tangible fixed assets are capitalised and included at cost including any incidental costs of acquisition. Assets which are used by the group for direct charitable purposes are allocated as such. There are no assets otherwise classified.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight line basis over their expected useful economic life as follows:

Freehold property	Nil
Semi-permanent property	10%
Fixtures and fittings	10%/20%
Equipment	10%/20%
Motor vehicles	25%/12.5% for motorcars 10% with residual value of £1,000 for minibuses
Equipment in Burundi	33%

The trustees perform annual impairment reviews to ensure that the recoverable amount is not lower than the carrying value.

Operating leases

Rentals payable under operating leases are charged against income based on occupancy levels.

Investments

Current asset investments are stated at market value at the balance sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the period.

Fixed asset investments are stated at cost less any provision for permanent diminution in value

Notes (continued)**1. Accounting policies (continued)****Stock**

Stock consists of finished goods for resale and is valued at the lower of cost and net realisable value.

Related party transactions

The Trustees have taken advantage of the exemption in the FRS 102 and have not disclosed related party transactions with its subsidiary undertaking.

Pensions: Defined Contribution

The Charity set up a pension scheme with The Peoples' Pension in March 2016 to comply with automatic enrolment requirements. Contributions to the scheme are charged in the SOFA as they become payable.

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Judgements and key sources of estimation uncertainty

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

The estimates and underlying assumptions are reviewed on an ongoing basis. In the opinion of the Trustees there have been no significant judgements made in the process of applying the above accounting policies. There have been no key assumptions concerning future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year

2. Donations and gifts

	2024		2023	
	Group £	Charity £	Group £	Charity £
Individuals	29,534	29,534	38,387	38,387
Donated facilities	9,566	9,566	9,566	9,566
Charitable foundations	7,095	7,095	7,699	7,699
Companies	10,000	10,000	-	-
	<u>56,195</u>	<u>56,195</u>	<u>55,652</u>	<u>55,652</u>

Of the £56,195 received in 2024 (2023: £55,652) £34,174 was restricted funds (2023: £33,358) and £22,021 was unrestricted (2023: £22,294).

The charity is indebted to individuals for providing interest-free loans to the group. The value placed on this contribution is £9,566 (2023: £9,566), (Trust £9,566 (2023: £9,566)). The income equivalent is recognised within incoming resources as a donation, and an equivalent charge is included within interest payable.

Notes (continued)

3. Grants received

	2024	2024	2023	2023
	Group	Charity	Group	Charity
	£	£	£	£
Active Cumbria	2,996	2,996	-	-
Alpkit Foundation	400	400	-	-
Archer Trust	3,000	3,000	-	-
Benefact Trust	-	-	3,250	3,250
Catherine Cookson Charitable Trust	3,000	3,000	-	-
CGP Trust	800	800	1,000	1,000
Coop Community Fund	-	-	1,551	1,551
Copeland Community Fund	4,025	4,025	3,019	3,019
Cumbria Community Foundation	5,000	5,000	19,500	19,500
Cumbria County Council	-	-	1,000	1,000
David Snowdon Trust	7,500	7,500	-	-
Edward Gosling Foundation	-	-	10,000	10,000
Firdale Christian Trust	-	-	1,000	1,000
Francis C Scott Charitable Trust	-	-	25,000	25,000
Four Acre Trust	-	-	7,000	7,000
Hadfield Trust	17,000	17,000	-	-
John Gilpin Charitable Trust	5,000	5,000	-	-
National Lottery Community Fund	-	-	9,000	9,000
Roselands Trust	-	-	2,785	2,785
Souter Charitable Trust	4,000	4,000	4,000	4,000
Tesco Community Fund	-	-	500	500
Whirlwind Charitable Trust	-	-	4,000	4,000
	52,721	52,721	92,605	92,605

Grants marked with a (*) represent unrestricted grants, all other grants are restricted (none in this year or prior year).

Notes (continued)

4. Total expenditure – Group

	Staff costs	Other direct costs	Other allocated costs	2024
	£	£	£	£
Fundraising trading	-	1,292	-	1,292
Fundraising costs	13,660	67	-	13,727
Advertising	18,691	1,338	-	20,029
Provision of accommodation and activities	160,276	296,810	-	457,086
Other	24,063	19,871	-	43,943
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	216,690	319,378	-	536,068
	<hr/>	<hr/>	<hr/>	<hr/>
	Staff costs	Other direct costs	Other allocated costs	2023
	£	£	£	£
Fundraising trading	-	1,192	-	1,992
Fundraising costs	13,956	400	-	14,356
Advertising	13,552	616	-	14,168
Provision of accommodation and activities	171,483	357,601	-	529,084
Other	22,046	17,259	-	39,305
Exceptional item	2,170	17	-	2,187
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	223,207	377,885	-	601,092
	<hr/>	<hr/>	<hr/>	<hr/>

Staff costs as per Note 6. Other direct costs include:

	2024	2023
	£	£
Accountants' remuneration	10,292	7,680
Depreciation	16,656	17,488
Interest payable	35,415	31,791
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)

4. Total expenditure (continued) – Charity

	Staff costs	Other direct costs	Other allocated costs	2024
	£	£	£	£
Fundraising costs	13,660	67	-	13,727
Advertising	18,691	1,338	-	20,029
Provision of accommodation and activities	160,276	316,790	-	477,066
Governance costs	24,063	15,048	-	39,111
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	216,690	333,243	-	549,933
	<hr/>	<hr/>	<hr/>	<hr/>

	Staff costs	Other direct costs	Other allocated costs	2023
	£	£	£	£
Fundraising costs	13,956	400	-	14,356
Advertising	13,552	616	-	14,168
Provision of accommodation and activities	171,483	366,123	-	537,606
Governance costs	22,046	13,718	-	35,764
Exceptional item	2,170	17	-	2,187
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	223,207	380,874	-	604,081
	<hr/>	<hr/>	<hr/>	<hr/>

Staff costs as per Note 6. Other direct costs include:

	2024	2023
	£	£
Accountants' remuneration	5,482	4,152
Depreciation	14,368	14,899
Interest payable	9,566	9,566
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)**5. Trustees' remuneration**

The Trustees received no remuneration during the year, either from the charity, or from Keppleway Limited in their capacity as directors (2023: £Nil). Reimbursement of travel and meeting expenses to trustees amounted to £Nil (2023: £Nil).

6. Staff numbers and costs

The total wages and salaries costs for the group were as follows:

	2024	2023
	£	£
Wages and salaries	200,040	206,206
Social security costs	9,008	8,947
Pension costs	7,642	8,054
Group total	216,690	223,207

There were no employees receiving more than £60,000 in the year (2023: None).

The average number of employees during the year, analysed by function, was as follows:

	Number of employees	
	2024	2023
Cost of generating funds	1	1
Charitable activities	10	9
Management and administration of the charity	3	3
Group total	14	13

Keppleway Limited has a total of 2 (2023: 2) directors. Since the year end, one director has resigned.

7. Pensions

Defined Contribution Scheme: contributions amounted to £7,642 (2023: £8,054). There were no amounts outstanding at the period end (2023: £Nil). Of the £7,642 in 2024 (2023: £8,054) £nil was restricted costs (2023: £nil) and £7,642 unrestricted costs (2023: £8,054).

Notes (continued)**8. Tangible fixed assets**

Group	Freehold land and buildings	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 October 2023	802,717	241,759	58,548	1,103,024
Additions	18,420	13,109	-	31,529
Disposals	-	(10,756)	-	(10,756)
At 30 September 2024	821,137	244,112	58,548	1,123,797
Depreciation				
At 1 October 2023	106,984	218,000	43,399	368,383
Charge for year	921	8,506	7,229	16,656
Disposals	-	(10,756)	-	(10,756)
At 30 September 2024	107,905	215,750	50,628	374,283
Net book value				
At 30 September 2024	713,232	28,362	7,920	749,514
At 30 September 2023	695,733	23,759	15,149	734,641

All of the fixed assets of the group are used by the group for direct charitable purposes.

Notes (continued)**8. Tangible fixed assets (continued)**

Charity	Land and property improvements	Equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 October 2023	67,477	146,933	58,548	272,958
Additions	18,420	13,110	-	31,530
Disposals	-	(10,756)	-	(10,756)
At 30 September 2024	85,897	149,287	58,548	293,732
Depreciation				
At 1 October 2023	27,477	131,183	43,399	202,059
Charge for year	921	6,218	7,229	14,368
Disposals	-	(10,756)	-	(10,756)
At 30 September 2024	28,398	126,645	50,628	205,671
Net book value				
At 30 September 2024	57,499	22,642	7,920	88,061
At 30 September 2023	40,000	15,750	15,149	70,900

All of the charity's fixed assets are used by the charity for direct charitable purposes.

9. Investments**Fixed asset investments: Investments in subsidiary undertaking**

Charity	2024 £	2023 £
Ordinary £1 shares in Keppleway Limited		
Cost at 1 October 2023 and 30 September 2024	116,000	116,000
Net book value		
Net book value at 1 October 2023	28,000	28,000
Unrealised loss on investment	-	-
Net book value at 30 September 2024	28,000	28,000

Notes (continued)**10. Debtors**

	2024	2023
	£	£
Group		
Trade debtors	3,554	16,385
Other debtors	2,717	3,972
Prepayments	5,173	526
	<u>11,444</u>	<u>20,883</u>
	£	£
Charity		
Trade debtors	3,554	16,385
Other debtors	2,717	3,972
Group company (*)	133,998	155,173
Prepayments	5,173	526
	<u>145,442</u>	<u>176,056</u>

*The amount owing from the group company is due after more than one year. The charity's subsidiary company, Keppleway Limited, is currently reliant on the charity to assist with bank loan repayments. Keppleway Limited is not currently in a position to repay the group debt. Accordingly, this debtor is stated as being due after more than one year.

Notes (continued)**11. Creditors: amounts falling due within one year**

	2024	2023
	£	£
Group		
Bank loans and overdrafts	56,926	34,000
Other loans	-	5,313
Trade creditors	20,082	15,373
Other taxation and social security	2,955	4,583
Accruals and deferred income	29,282	20,868
	<hr/>	<hr/>
	111,531	80,137
	<hr/> <hr/>	<hr/> <hr/>

Movements in deferred income are as follows:

	2024	2023
	£	£
Balance at 1 October 2023	12,370	27,769
Amount (released)/deferred in the year	(4,630)	(15,399)
	<hr/>	<hr/>
Balance as at 30 September 2024	17,000	12,370
	<hr/> <hr/>	<hr/> <hr/>

The bank loan and overdraft are secured by a first legal charge over the land and buildings of Kepplewray Limited.

	2024	2023
	£	£
Charity		
Bank overdraft	-	-
Trade creditors	20,082	14,932
Other taxation and social security	2,955	3,797
Accruals and deferred income	25,282	17,868
	<hr/>	<hr/>
	48,319	36,597
	<hr/> <hr/>	<hr/> <hr/>

Movements in deferred income are as follows:

	2024	2023
	£	£
Balance at 1 October 2023	12,370	27,769
Amount (released)/deferred in the year	4,630	(15,399)
	<hr/>	<hr/>
Balance as at 30 September 2024	17,000	12,370
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)**11. Creditors: amounts falling due after more than one year**

	2024	2023
	£	£
Group		
Bank loans	309,081	343,131
Other loans	354,640	330,327
	<u>663,721</u>	<u>673,458</u>
	<u><u>663,721</u></u>	<u><u>673,458</u></u>
Analysis of loans		
	£	£
Wholly repayable within five years:		
By instalments	18,333	28,333
Other than by instalments	354,640	330,327
Not wholly repayable within five years:		
By instalments	324,748	348,798
	<u>697,721</u>	<u>707,458</u>
Included in current liabilities	<u>(34,000)</u>	<u>(34,000)</u>
	<u>663,721</u>	<u>673,458</u>
	<u><u>663,721</u></u>	<u><u>673,458</u></u>

The Barclays Bank loan (£324,748) is repayable over twenty-five years and will be repaid in full by December 2033. It bears interest at 2% over base rate. The bank loan is secured by a fixed charge over the freehold property of Kepplewray Limited. There were no other secured loans as of 30 September 2024. Consequently, the amount of secured liabilities at 30 September 2024 amounted to £324,748 (2023: £348,798).

A government-secured bounce back loan for £50,000 was taken out with Barclays Bank in July 2020, to ease the impact of the coronavirus restrictions. Monthly repayments on this loan commenced in August 2021 and will be repaid in full by July 2026.

Other loans totalling £354,640 (2023: £330,327) are interest free. The Directors and Trustees have received assurance from the lender confirming there is no obligation to repay before July 2026. Since the year end, a second legal charge for this loan has been secured on the freehold property of Kepplewray Limited.

Notes (continued)

12. Creditors: amounts falling due after more than one year (continued)

	2024 £	2023 £
Charity		
Other loans	239,140	239,140
Bank loans	-	-
	<u>239,140</u>	<u>239,140</u>
Analysis of loans		
	£	£
Wholly repayable within five years		
Other than by instalments	239,140	239,140
Not wholly repayable within five years		
By instalments	-	-
Other than by instalment	-	-
	<u>239,140</u>	<u>239,140</u>
	<u>239,140</u>	<u>239,140</u>

13. Analysis of group net assets between funds

2024	Restricted funds £	Unrestricted funds £	Total funds £
Group			
Tangible fixed assets	-	749,514	749,514
Current assets	32,378	18,661	51,039
Current liabilities	-	(111,531)	(111,531)
Long term liabilities	-	(663,721)	(663,721)
	<u>32,378</u>	<u>(7,077)</u>	<u>25,301</u>
	<u>32,378</u>	<u>(7,077)</u>	<u>25,301</u>
2023	Restricted funds £	Unrestricted funds £	Total funds £
Group			
Tangible fixed assets	-	734,641	734,641
Current assets	76,397	52,263	128,660
Current liabilities	-	(80,137)	(80,137)
Long term liabilities	-	(673,458)	(673,458)
	<u>76,397</u>	<u>33,309</u>	<u>109,706</u>
	<u>76,397</u>	<u>33,309</u>	<u>109,706</u>

Notes (continued)

14. Restricted funds

<u>Fund - 2024</u>	<u>Fund description</u>	<u>B/Fwd</u>	<u>Incoming resources</u>	<u>Resources expended</u>	<u>Transferred</u>	<u>C/Fwd</u>
Hedley	Portable Hoist	2,750	-	-	-	2,750
Harold & Alice Bridges	Aquabac	2,000	-	-	-	2,000
Lord Barnaby's Foundation	Waterproof clothing	500	-	-	(500)	-
Aviva Community Fund	Minibus	100	-	-	-	100
Gatehill Trust	Disability Equipment	3,000	-	-	(1,966)	1,034
Bruce Wake Charitable Trust	Mountain trike	2,000	-	-	(2,000)	-
Sir John Fisher Foundation	Climbing wall	265	-	(265)	-	-
Barnabas Trust	Minibus	1,600	-	-	-	1,600
Tesco Community Fund	Minibus	500	-	-	-	500
Roselands Trust	Inclusion fund	2,164	-	-	(2,164)	-
Francis C Scott Charitable Trust	Windows	25,000	-	(25,000)	-	-
V Libby donation via M Libby	Inclusion fund	250	-	-	(250)	-
R Watkins donation via M Libby	Inclusion fund	250	-	-	(250)	-
R Wood donation	Inclusion fund	625	-	-	(625)	-
Firdale Christian Trust	Inclusion fund	1,000	-	-	(1,000)	-
Whirlwind Charitable Trust	Inclusion fund	4,000	-	-	(4,000)	-
CGP Trust	Holiday club	70	-	-	(70)	-
Benefact Trust	Building Phase1/2	3,250	-	(733)	(2,133)	384
Copeland Community Fund	Inclusion fund	-	4,025	-	(4,025)	-
CGP Trust	Holiday club	-	300	-	(300)	-
Keswick 2 Barrow	Inclusion fund	-	650	-	(650)	-
David Snowdon Trust	Inclusion fund	-	4,000	-	(4,000)	-
Archer Trust	Inclusion fund	-	3,000	-	(3,000)	-
Bob Graham 24 Hour Club	Equipment	-	500	-	(500)	-
BAE GAYE donations via LCVS	Inclusion fund	-	500	-	(500)	-
Souter Charitable Trust	Inclusion fund	-	4,000	-	(4,000)	-
Cumbria Community Foundation	Building refurbishment	-	5,000	(3,069)	-	1,931
Alpkit	Kepp Adventure	-	400	-	(400)	-
CGP Trust	Holiday club	-	500	-	(355)	145
David Snowdon Trust	Servery	-	3,500	-	(3,500)	-
Active Cumbria	AgeUK	-	2,996	-	(2,996)	-
PayPal Giving	Inclusion fund	-	10	-	(10)	-
Hadfield Trust	Shelter	-	17,000	-	(17,000)	-
PayPal Giving	Inclusion fund	-	98	-	(98)	-
John Gilpin Charitable Trust	Inclusion fund	-	5,000	-	(520)	4,480
Catherine Cookson Trust	Inclusion fund	-	3,000	-	-	3,000
		49,324	54,479	(29,067)	(56,812)	17,924
Burundi	see page 6 on Trustees report	27,073	32,416	(45,035)	-	14,454
Total		76,397	86,895	(74,102)	(56,812)	32,378

Where the fund narrative states inclusion fund or holiday club, income is transferred to unrestricted funds to compensate for the unrestricted accommodation income sold at a reduced rate for the less fortunate customers.

Notes (continued)

14. Restricted funds (continued)

<u>Fund - 2023</u>	<u>Fund description</u>	<u>B/Fwd</u>	<u>Incoming resources</u>	<u>Resources expended</u>	<u>Transferred</u>	<u>C/Fwd</u>
Hedley	Portable Hoist	2,750	-	-	-	2,750
Harold & Alice Bridges	Aquabac	2,000	-	-	-	2,000
Kimberley Clark	Any purpose	600	-	(600)	-	-
Lord Barnaby's Foundation	Waterproof clothing	500	-	-	-	500
Aviva Community Fund	Minibus	100	-	-	-	100
Proven Family Trust	Zip wire	300	-	(300)	-	-
Hedley Foundation	Zip wire	2,000	-	(2,000)	-	-
Gatehill Trust	Disability Equipment	3,000	-	-	-	3,000
LCVS	Zip wire	250	-	(250)	-	-
Priestley	Zipwire	500	125	(625)	-	-
Bruce Wake Charitable Trust	Mountain trike	2,000	-	-	-	2,000
John Gilpin Trust	Building repairs	2,000	-	(2,000)	-	-
Sir John Fisher Foundation	Climbing wall	17,463	-	(17,198)	-	265
Barnabas Trust	Minibus	1,600	-	-	-	1,600
Firdale Trust	Inclusion fund	758	-	-	(758)	-
Sir John Fisher Foundation	Building repairs	19,661	-	(19,661)	-	-
Beatrice Laing Trust	Building repairs	5,000	-	(5,000)	-	-
CLA Charitable Trust	Inclusion fund	3,893	-	-	(3,893)	-
Alpkit Foundation	Inclusion fund	160	-	-	(160)	-
ME Ames donation via Wonderful	Inclusion fund	-	50	-	(50)	-
Coop Community Fund	Inclusion fund	-	1,551	-	(1,551)	-
K2B	Inclusion fund	-	1,233	-	(1,233)	-
Copeland Community Fund	Inclusion fund	-	3,019	-	(3,019)	-
Tesco Community Fund	Minibus	-	500	-	-	500
Four Acre Trust	Inclusion fund	-	7,000	-	(7,000)	-
Edward Gostling Foundation	Inclusion fund	-	10,000	-	(10,000)	-
Souter Charitable Trust	Inclusion fund	-	4,000	-	(4,000)	-
J Steel donation	Building repairs	-	1,500	(1,500)	-	-
National Lottery Community Fund	Inclusion fund	-	9,000	-	(9,000)	-
Cumbria Community Foundation	Building repairs	-	19,500	(19,500)	-	-
Cumbria County Council	Pizza ovens	-	1,000	-	(1,000)	-
CGP Trust	Holiday club	-	500	-	(500)	-
Roselands Trust	Inclusion fund	-	2,785	-	(621)	2,164
Francis C Scott Charitable Trust	Windows	-	25,000	-	-	25,000
A Naylor donation via LCVS	Building repairs	-	1,000	(1,000)	-	-
V Libby donation via M Libby	Inclusion fund	-	250	-	-	250
R Watkins donation via M Libby	Inclusion fund	-	250	-	-	250
R Wood donation	Inclusion fund	-	625	-	-	625
Firdale Christian Trust	Inclusion fund	-	1,000	-	-	1,000
Whirlwind Charitable Trust	Inclusion fund	-	4,000	-	-	4,000
CGP Trust	Holiday club	-	500	-	(430)	70
Benefact Trust	Building Phase1/2	-	3,250	-	-	3,250
		64,535	97,638	(69,634)	(43,215)	49,324
Burundi	see page 6 on Trustees report	26,110	28,325	(27,362)	-	27,073
Total		90,645	125,963	(96,996)	(43,215)	76,397

Notes (continued)

15. Subsidiary company

The charity owns the whole of the issued share capital of Kepplewray Limited, a company registered in England. The subsidiary owns the property leased to the charity, from which the charity's activities take place. All activities of the company have been consolidated on a line by line basis in the SOFA.

A summary of the results of the subsidiary is shown below:

Kepplewray Limited

	Total 2024	Total 2023
	£	£
Turnover	51,670	36,025
Cost of sales	(1,292)	(1,992)
Gross profit/(loss)	50,378	34,033
Administrative expenses	(40,632)	(32,485)
Other operational income	-	-
Net profit/(loss)	9,746	1,548
Tax payable	(2,286)	(786)
	7,460	762
The aggregate of the assets, liabilities and funds was:		
Assets	662,602	666,381
Liabilities	(621,792)	(633,031)
	40,810	33,350

16. Related party transactions

There were no related party transactions during the current and previous year.

17. Taxation

As a charity, Kepplewray Trust is exempt from tax on income and gains falling within sections 472-474 of the Corporation Tax Act 2010, sections 478-489 of the Corporation Tax Act 2010, or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

18. Control

There is no single controlling party of the Trust in the current and previous year.

19. Operating Lease

Kepplewray Trust leases the premises from Kepplewray Limited under a 99-year lease dated 1 January 1995. The rental which is no longer tied to occupancy levels was £3,000 per month October to December 2023, raised to £4,000 per month January to April 2024 and increased again to £5,000 per month May to September 2024.

Detailed Trust income and expenditure account for the year ended 30 September 2024

	2024 £	2023 £
Incoming resources		
Donations	33,452	28,571
Grants received	49,725	92,605
Gift aid and covenant income	22,743	27,081
Accommodation income	343,313	391,996
Other income	5,839	4,125
Government grants	2,996	-
Total incoming resources	458,068	544,378
Direct charitable expenditure		
Salaries	216,690	223,208
Freelancers	63,935	63,256
Bethesda costs	45,035	27,362
Expenses	542	1,087
Staff costs	326,202	314,913
Rental	50,000	34,000
Rates and premises cost	34,492	31,513
Repairs and maintenance	38,797	109,349
Accommodation provision costs	62,584	81,142
Establishment costs	185,873	256,004
Total direct charitable expenditure	512,075	570,917
Other expenditure		
Advertising & Marketing	1,338	632
Fundraising	67	400
Other costs	1,405	1,032
Office expenses	5,318	2,869
Audit and accountancy	5,482	4,152
Professional fees	1,200	-
Bank charges and interest	519	593
Loan interest	9,566	9,566
Depreciation and loss on disposals	14,368	14,899
Bad debt	-	53
Administrative expenses	36,453	32,132
Total expenses	549,933	604,081
Net movement in funds	(91,865)	(59,703)

This page does not form part of the statutory financial statements.

THE KEPPLEWRAY TRUST

England & Wales - Charity number 1015762

Accounts

The Keppleway Trust

Trustees' report and consolidated
financial statements

Registered charity number 1015762

30 September 2023

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Reference and administrative details

Registered charity number	1015762
Chairman	Revd JR Libby
Trustees	Revd JR Libby ME Browne MG Libby S Bevan C Armstrong
Centre Manager	Mr Neil Addington
Registered Address	The Keppleway Centre Keppleway Hill Broughton-in-Furness Cumbria LA20 6HE
Solicitors	Burnetts, Carlisle
Bankers	Barclays Bank Plc, Kendal, Cumbria
Registered accountants	MHA Moore and Smalley, Kendal

Trustees' report

The Trustees present their report and the financial statements of the Trust for the year ended 30 September 2023. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Trust.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Trust's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Reference and Administrative Information

The Causeway Trust was created by a Declaration of Trust dated 24 September 1992 and was registered as a charity on 16 December 1992. By a deed dated 1 October 1994 the Trust's name was changed to The Keppleway Trust. The charity is registered with the Charity Commission under charity number 1015762. The Trustees, executive officers and principal addresses of the Charity, together with its professional advisers, are given on page 3.

Objects, aims, objectives and activities

Charitable Objective

The main objective of the Trust is the advancement of the education and awareness of individuals and groups of disabled and non-disabled people through residential and day programmes of adventure, learning, challenge and relaxation in a fully accessible and inclusive Christian environment. Through its trading company, Keppleway Limited, a large mansion ('Keppleway') in the Lake District was acquired which, after substantial renovation, enables the Trust to meet its charitable objective. Programmes at Keppleway stretch mental and physical capabilities and deliberately promote the inclusion of disabled and disadvantaged people so that their conditions of life might be improved.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

Achievement and performance

Booking revenues were marginally down on last year and we saw a decrease in residential group bookings which was partially offset by an increase in activity day bookings. We are putting this down to the impact of the ongoing cost of living crisis which has been felt across the board in the UK and as a result families are not able to afford some of the extras such as school residentials.

The redevelopment and maintenance of the centre continued with further remedial work on dry rot and damp being continued through the spring and summer of 2023 to great effect with significant improvements in the appearance and overall condition of the ground floor areas in particular. However we did spend more than was originally intended on the project as once it was underway further problems were revealed that required immediate attention. This extra work resulted in a large overspend which has contributed to the losses reported in these accounts. However these losses do need to be seen in the light of the capital investment which has been made in the fabric of the building and which will underpin the future of our residential services for the next 30 years at least.

Plans are now in place to further improve the dining room servery area and introduce a new reception office at the front of the building, as well as installing new floor coverings in the halls and lounges. Fundraising work is taking place to ensure this can take place in the financial year 2023-24.

Continued.....

Trustees' report *(continued)*

Achievement and performance (continued)

Encouragingly we held our first major corporate Team Building Day when we hosted 60 people from the MOD for a full day of team building challenges which was well received and has resulted in a repeat booking for 2024. We hope to grow this element of work in the future.

We continued close links with Broughton-in-Furness Primary School, welcoming their pupils for activities throughout the year and providing freshly cooked school dinners for them on a daily basis. In particular the Kepp Adventure programme continues to inspire and equip these young children for living life to the full in the great outdoors, whatever the weather.

We continue to make good use of our Participation Inclusion Fund, which provides greatly subsidised access to activities for hundreds of guests who would not normally be able to join us at the Centre.

We have welcomed continued support for the Participation Inclusion Fund by trusts, foundations and other outside funders and we estimate that 1 in 4 of our visitors are able to come to the centre as a direct result of the support they receive from the Participation Inclusion Fund.

In the summer 2023 we said goodbye to our strategic director who has contributed greatly to the increase in revenue and external funding which have enabled significant improvements to the building reported in last year's report. In his place we have recruited a new CEO to continue the strategic development of the Trust and to develop the long term sustainability of the charity's activities.

Our thanks are also due to all of those who have made this continued momentum possible. To the staff team in particular, but also to my fellow trustees, to our donors, to our returning user groups, to our essential prayerful supporters and to the Broughton-in-Furness community. The combined efforts of all of these groups have enabled our inclusive journey to continue and to evolve even through a period of great uncertainty and vulnerability.

The Bethesda Project in Burundi

Through restricted donations from supporters around the UK, the Trust has continued its support of the work of the Bethesda Project in the Muyinga diocese in northern Burundi. The work is carried out by national staff under a team leader reporting to the Bishop of Muyinga. They visit people with disabilities, prioritising the young in the villages around Muyinga providing holistic care. This includes providing physiotherapy, mobility and other aids, nutrition advice, promoting long term self-sufficiency, and education to try to remove the barriers to inclusion.

Following the arrival of a new Bishop in June and the appointment of a new Bethesda team leader, we have seen a significant growth in the maturity and effectiveness of the team.

Three experts from the UK were able to visit to provide training including in triage, physiotherapy, planning and budgeting skills. Later in the year the Bethesda team visited a similar more established work in Tanzania for a week's training and the link with that work is being followed up with the Tanzanian team currently providing a week of training in Muyinga to share best practice. We hope to build on the links with the Tanzanian team going forward.

The relatively low cost of operating in Burundi means much can be achieved with modest funds. We are very grateful to our faithful supporters of this vital work in one of the world's poorest countries.

Continued.....

Trustees' report *(continued)*

Management Development

In line with good practice, and very much as part of the work of the Development Team, we continue to develop our internal systems, support our staff, implement, review and amend our policies in order to deliver the best possible service to our guests.

Thanks

Donations and grants are vital to the development of the Centre. We are very grateful to all of our supporters and donors.

Financial review and results for the year

The Trust's year end is 30 September, and the accounts are independently examined annually. The consolidated results are shown in the unaudited accounts attached to this report.

Investment Policy

The Trustees do not envisage the Trust holding investments in the foreseeable future apart from shares in its trading subsidiary. Any shares donated to the group will be sold as soon as they are fully listed.

Reserves Policy

The group's free reserves at 30 September 2023 are in deficit by £701,332 (2022: deficit of £666,296). Of this amount, £673,458 (2022: £683,458) are long term liabilities not due to crystallise for at least 12 months from the balance sheet date. Allowing for this, the adjusted free reserves for the group at 30 September 2023 are a deficit of £27,874 (2022: surplus of £17,162).

In regards to the deficit, this was due to a one-off expenditure on the repair of areas of the building which had been impacted by dry rot and damp. Whilst we had funding for the majority of that work, it soon became clear that there was more damage than previously thought. Given the importance of getting these issues cleared up for the longer-term benefit of the building and our residential offer it was decided to keep going and finish the work properly. We do not expect to have a deficit on the adjusted free reserves at the next year end.

The charity's free reserves at 30 September 2023 are in deficit by £70,941 (2022: deficit of £32,554). Of this amount, £239,140 (2022: £239,140) are long term liabilities not due to crystallise for at least 12 months from the balance sheet date. Allowing for this and the long-term debtor of £155,173 (2022: £152,017), the adjusted free reserves for the charity at 30 September 2023 are a surplus of £13,026. (2022: surplus of £54,569).

Future Development

The significant investment in the Keppleway building has continued since the last report with damp and rot problems being remedied, insulation improved and the majority of the windows being replaced in stages some of which will continue on into 2024.

There are plans in place to deliver further refurbishment works throughout the whole building over the next 5 years in a phased programme of works which will require significant fund raising and project management but which are absolutely necessary in order to maximise the use and potential of the Centre building.

Structure, governance and management

Governing Document

The charity is governed by its Trust deed dating from 1992. The Trustees are granted wide powers of investment and of application of Trust funds towards the charitable objects of the Trust except that they may not undertake permanent trading activities in raising funds to achieve its objects.

Continued.....

Trustees' report *(continued)*

Governing body

The charity is governed by its trustees, of whom there are currently five. They are responsible for the administration of the objects of the Trust, having overall control and holding the legal, financial and management responsibility of the charity. They meet at least quarterly, but also receive regular reports from the Management Group.

Recruitment, appointment, induction and training of new Trustees

Potential new trustees are approached by the Chairman on the basis of eligibility, availability, expertise and personal competence. They are normally invited to join the Keppleway Management Group before being invited to become a trustee. On the group, they are introduced to all of the workings of the Charity. As trustees, they receive copies of Charity Commission newsletters and are informed of training courses that may be suitable for them.

Group structure and relationships

On 1 January 1995 the Trust signed a 99 year lease agreement with Keppleway Limited, which is wholly owned by the Trust, to secure the exclusive use of the property at Keppleway and enable the Trust to further its charitable objectives. The results of Keppleway Limited are shown in note 15 to the financial statements.

Risk Management

The Trustees have identified the major risks to which the charity is exposed. Those risks have been reviewed and systems established to mitigate them. In keeping under review the Trust's activities, Trustees are mindful of the potential for any changes to the present range of risks, especially those concerning the arrival of Covid-19 and will adjust systems when and where required.

Statement of trustees' responsibilities

The trustees 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).

The law applicable to charities in England & Wales/Northern Ireland 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 of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, 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 operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed.

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 Reverend J R Libby
Chairman of the Trustees

Date 09/07/2024

Independent Examiner's Report to the Trustees of the Keppleway Trust

I report to the charity trustees on my examination of the accounts of the charity (the 'parent charity') and its subsidiary (the 'group') for the year ended 30 September 2023 which are set out on pages 9 to 29.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts (both parent and group) carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

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:

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

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



Colin Johnson FCCA
MHA
Chartered Accountants
Kendal House
Murley Moss Business Village
Oxenholme Road
Kendal. Cumbria. LA9 7RL

Date09/07/2024.....

Consolidated statement of financial activities

for the year ended 30 September 2023

	Notes	2023 Restricted funds	2023 Unrestricted funds	Total	2022 Total
		£	£	£	£
Income and endowments from:					
Donations and legacies	2	33,358	22,294	55,652	75,407
Charitable activities:					
Grants received	3	92,605	-	92,605	84,476
Accommodation and activities income		-	391,996	391,996	404,654
Other trading activities		-	2,025	2,025	2,838
Other		-	660	660	4,112
Total income and endowments		125,963	416,975	542,938	571,487
Expenditure					
Raising funds:					
Fundraising trading		-	1,992	1,992	2,236
Fundraising costs		-	28,524	28,524	22,643
Charitable activities					
Provision of accommodation and activities		96,996	406,610	503,606	453,053
Other		-	64,783	64,783	35,967
Exceptional item		-	2,187	2,187	7,212
Total expenditure	4	96,996	504,096	601,092	521,111
Net income/ (expenditure)		28,967	(87,121)	(58,154)	50,376
Transfers between funds	14	(43,214)	43,214	-	-
Tax on activities		-	(786)	(786)	(1,494)
Net movement in funds		(14,247)	(44,693)	(58,940)	48,882
Reconciliation of funds:					
Fund balance brought forward	14	90,644	78,002	168,646	119,764
Fund balance carried forward	13, 14	76,397	33,309	109,706	168,646

Trust statement of financial activities

for the year ended 30 September 2023

	Notes	Restricted funds £	2023 Unrestricted funds £	Total £	2022 Total £
Income and endowments from:					
Donations and legacies	2	33,358	22,294	55,652	75,407
Charitable activities:					
Grants received	3	92,605	-	92,605	80,476
Accommodation and activities income		-	391,996	391,996	404,654
Other		-	4,125	4,125	9,421
Total income and endowments		125,963	418,415	544,378	569,958
Expenditure					
Raising funds:					
Fundraising costs		-	14,356	14,356	11,193
Advertising & Marketing		-	14,168	14,168	11,450
Charitable activities:					
Provision of accommodation and activities		96,996	440,610	537,606	462,149
Other		-	35,764	35,764	32,551
Exceptional item		-	2,187	2,187	7,212
Total expenditure	4	96,996	507,085	604,081	524,555
Unrealised loss on investment	9	-	-	-	-
Net income/ (expenditure)		28,967	(88,670)	(59,703)	45,403
Transfers between funds	14	(43,214)	43,214	-	-
Net movement in funds		(14,247)	(45,456)	(59,703)	45,403
Reconciliation of funds:					
Fund balance brought forward		90,644	73,414	164,058	118,655
Fund balance carried forward		76,397	27,958	104,355	164,058

Balance sheet
at 30 September 2023

	Note	Group		Charity	
		30 Sept 2023	30 Sept 2022	30 Sept 2023	30 Sept 2022
		£	£	£	£
Fixed assets					
Tangible assets	8	734,641	744,298	70,899	77,968
Investments	9	-	-	28,000	28,000
		<u>734,641</u>	<u>744,298</u>	<u>98,899</u>	<u>105,968</u>
Current assets					
Stocks		3,092	2,332	2,181	1,996
Debtors: amounts falling due within one year	10	20,883	30,342	20,883	30,342
Debtors: amounts falling due after more than one year	10	-	-	155,173	152,017
Cash at bank and in hand		104,685	175,895	102,956	173,955
		<u>128,660</u>	<u>208,569</u>	<u>281,193</u>	<u>358,310</u>
Creditors: amounts falling due within one year	11	(80,137)	(100,763)	(36,597)	(61,080)
Net current assets		<u>48,523</u>	<u>107,806</u>	<u>244,596</u>	<u>297,230</u>
Total assets less current liabilities		<u>783,164</u>	<u>852,104</u>	<u>343,495</u>	<u>403,198</u>
Creditors: amounts falling due after more than one year	12	(673,458)	(683,458)	(239,140)	(239,140)
Net assets		<u><u>109,706</u></u>	<u><u>168,646</u></u>	<u><u>104,355</u></u>	<u><u>164,058</u></u>
Income funds					
Restricted funds	13,14	76,397	90,644	76,397	90,644
Unrestricted funds	13,14	33,309	78,002	27,958	73,414
		<u><u>109,706</u></u>	<u><u>168,646</u></u>	<u><u>104,355</u></u>	<u><u>164,058</u></u>

09/07/2024

These financial statements were approved by the board of Trustees on
and were signed on its behalf by:



.....
The Reverend JR Libby
Trustee

Cashflow Statement – Charity

At 30 September 2023

	2023	2022
Note	£	£
Cash flow from operating activities	(59,703)	45,403
(Increase)/decrease in debtors	6,303	(22,409)
Increase/(decrease) in creditors	(24,483)	(7,160)
Depreciation of tangible fixed assets	12,079	12,418
(Increase)/decrease in stock	(185)	262
Net cash flow from operating activities	(65,989)	28,514
Cash flow from investing activities		
Payments to acquire tangible fixed assets	(8,110)	(11,468)
Proceeds from disposals	3,100	-
Net cash flow from investing activities	(5,010)	(11,468)
Cash flow from financing activities	-	-
Net cash flow from financing activities	-	-
Net increase in cash and cash equivalents	(70,999)	17,046
Cash and cash equivalents at 1 October 2022	173,955	156,909
Cash and cash equivalents at 30 September 2023	102,956	173,955
Cash and cash equivalents consists of:		
Cash at bank and in hand	102,956	173,955
Short term deposits	-	-
Cash and cash equivalents at 30 September 2023	102,956	173,955

Notes (forming part of the financial statements)

1. Accounting policies

Basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. 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) issued in October 2019, the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

The Keppleway Trust meets the definition of a public entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

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

Funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. There are no designated funds in the period.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income and gains are allocated to the appropriate fund.

Income recognition policies

All incoming resources are included in the Statement of Financial Activities (SOFA) when it is probable the charity will be legally entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income.

- Accommodation and activity income are recognised when the party has stayed at the premises and the service has been provided. If a stay spans the year end, income will be accrued for the proportion of the stay falling into the earlier year.
- Voluntary income is received by way of grants, donations and gifts and is included in full in the SOFA when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity are recognised when the charity becomes unconditionally entitled to the grant. For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received.
- The value of services provided by volunteers is not incorporated into these financial statements. Where services are provided to the charity as a donation that would normally be purchased from our suppliers, this contribution is included in the financial statements at an estimate based on the value of the contribution to the charity. Donated services and facilities are analysed in note 2.
- Investment income is included when receivable.

Notes (continued)

1. Accounting policies (continued)

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions 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. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources.

Other costs comprise the costs of running the charity, including strategic planning for its future development, also external audit, any legal advice for the trustees, and all the costs of complying with constitutional and statutory requirement, such as the costs of Trustees' meetings and of preparing statutory accounts and satisfying public accountability.

Rent charged to the charity by its subsidiary company is treated as a cost of the charity, and the intra-group income and costs are excluded from the consolidated figures.

Tangible fixed assets and depreciation

Tangible fixed assets are capitalised and included at cost including any incidental costs of acquisition. Assets which are used by the group for direct charitable purposes are allocated as such. There are no assets otherwise classified.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight line basis over their expected useful economic life as follows:

Freehold property	Nil
Leasehold improvements	Nil
Fixtures and fittings	10%/20%
Equipment	10%/20%
Motor vehicles	25%/12.5% for motorcars 10% with residual value of £1,000 for minibuses
Equipment in Burundi	33%

The trustees perform annual impairment reviews to ensure that the recoverable amount is not lower than the carrying value.

Operating leases

Rentals payable under operating leases are charged against income based on occupancy levels.

Investments

Current asset investments are stated at market value at the balance sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the period.

Fixed asset investments are stated at cost less any provision for permanent diminution in value.

Stock

Stock consists of finished goods for resale and is valued at the lower of cost and net realisable value.

Notes *(continued)*

1. Accounting policies (continued)

Related party transactions

The Trustees have taken advantage of the exemption in the FRS 102 and have not disclosed related party transactions with its subsidiary undertaking.

Pensions: Defined Contribution

The Charity set up a pension scheme with The Peoples' Pension in March 2016 to comply with automatic enrolment requirements. Contributions to the scheme are charged in the SOFA as they become payable.

Going concern

The trustees continue to be very encouraged by the grants offered by supportive trusts and the way the Participation Fund continues to attract both donor support and customer take-up. There is a 'multiplier' effect where PIF sponsored participants continue to encourage whole groups to book both activities and accommodation.

Post financial year end, the bookings situation and cash flow continue to look strong even after significant investment in the building and the trustees are satisfied that it is appropriate to prepare the accounts on a going concern basis.

Notes (continued)

1. Accounting policies (continued)

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

2. Donations and gifts

	2023		2022	
	Group £	Charity £	Group £	Charity £
Individuals	38,387	38,387	50,623	50,623
Donated facilities	9,566	9,566	9,566	9,566
Charitable foundations	7,699	7,699	5,218	5,218
Companies	-	-	10,000	10,000
	<u>55,652</u>	<u>55,652</u>	<u>75,407</u>	<u>75,407</u>

Of the £55,652 received in 2023 (2022: £75,407) £33,358 was restricted funds (2022: £54,280) and £22,294 was unrestricted (2022: £21,127).

The charity is indebted to individuals for providing interest-free loans to the group. The value placed on this contribution is £9,566 (2022: £9,566), (Trust £9,566 (2022: £9,566)). The income equivalent is recognised within incoming resources as a donation, and an equivalent charge is included within interest payable.

3. Grants received

	2023	2023	2022	2022
	Group	Charity	Group	Charity
	£	£	£	£
Alpkit Foundation	-	-	160	160
Anonymous	-	-	25,000	25,000
BAE via LCVS	-	-	500	500
Beatrice Laing Trust	-	-	5,000	5,000
Benefact Trust	3,250	3,250	-	-
Catherine Cookson Charitable Trust	-	-	3,000	3,000
CGP Trust	1,000	1,000	350	350
CLA Charitable Trust	-	-	5,000	5,000
Coop Community Fund	1,551	1,551	331	331
Copeland Community Fund	3,019	3,019	-	-
Cumbria Community Foundation	19,500	19,500	5,000	5,000
Cumbria County Council	1,000	1,000	-	-
Edward Gosling Foundation	10,000	10,000	5,000	5,000
Firdale Christian Trust	1,000	1,000	1,000	1,000
Francis C Scott Charitable Trust	25,000	25,000	-	-
Four Acre Trust	7,000	7,000	6,000	6,000
HMRC Coronavirus SSP rebate*	-	-	135	135
National Lottery Community Fund	9,000	9,000	-	-
Roselands Trust	2,785	2,785	-	-
Sir John Fisher Foundation	-	-	20,000	20,000
SLDC Business Support Grant *	-	-	4,000	-
Souter Charitable Trust	4,000	4,000	4,000	4,000
Tesco Community Fund	500	500	-	-
Whirlwind Charitable Trust	4,000	4,000	-	-
	92,605	92,605	84,476	80,476

Grants marked with a (*) represent unrestricted grants, all other grants are restricted.

Notes (continued)

4. Total expenditure – Group

	Staff costs	Other direct costs	Other allocated costs	2023
	£	£	£	£
Fundraising trading	-	1,992	-	1,992
Fundraising costs	13,956	400	-	14,356
Advertising	13,552	616	-	14,168
Provision of accommodation and activities	171,483	357,601	-	529,084
Other	22,046	17,259	-	39,305
Exceptional item	2,170	17	-	2,187
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	223,207	377,885	-	601,092
	<hr/>	<hr/>	<hr/>	<hr/>

	Staff costs	Other direct costs	Other allocated costs	2022
	£	£	£	£
Fundraising trading	-	2,236	-	2,236
Fundraising costs	11,193	-	-	11,193
Advertising	10,367	1,083	-	11,450
Provision of accommodation and activities	159,510	293,543	-	453,053
Other	19,211	16,756	-	35,967
Exceptional item	7,184	28	-	7,212
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	207,465	313,646	-	521,111
	<hr/>	<hr/>	<hr/>	<hr/>

Staff costs as per Note 6. Other direct costs include:

	2023	2022
	£	£
Accountants' remuneration	7,680	7,149
Depreciation and profit/loss on disposal of asset	17,488	15,308
Interest payable	31,791	21,055
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)

4. Total expenditure (continued) – Charity

	Staff costs	Other direct costs	Other allocated costs	2023
	£	£	£	£
Fundraising costs	13,956	400	-	14,356
Advertising	13,552	616	-	14,168
Provision of accommodation and activities	171,483	366,123	-	537,606
Other	22,046	13,718	-	35,764
Exceptional item	2,170	17	-	2,187
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	223,207	380,874	-	604,081
	<hr/>	<hr/>	<hr/>	<hr/>

	Staff costs	Other direct costs	Other allocated costs	2022
	£	£	£	£
Fundraising costs	11,193	-	-	11,193
Advertising	10,367	1,083	-	11,450
Provision of accommodation and activities	159,510	302,639	-	462,149
Other	19,211	13,340	-	32,551
Exceptional item	7,184	28	-	7,212
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	207,465	317,090	-	524,555
	<hr/>	<hr/>	<hr/>	<hr/>

Staff costs as per Note 6. Other direct costs include:

	2023	2022
	£	£
Accountants' remuneration	4,152	3,774
Depreciation and profit on disposal of asset	14,899	12,418
Interest payable	9,566	9,566
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)

5. Trustees' remuneration

The Trustees received no remuneration during the year, either from the charity, or from Keppleway Limited in their capacity as directors (2022: £Nil). Reimbursement of travel and meeting expenses to trustees amounted to £Nil (2022: £Nil).

6. Staff numbers and costs

The total wages and salaries costs for the group were as follows:

	2023	2022
	£	£
Wages and salaries	206,206	192,137
Social security costs	8,947	7,874
Pension costs	8,054	7,454
Group total	<u>223,207</u>	<u>207,465</u>

There were no employees receiving more than £60,000 in the year (2022: None).

The average number of employees during the year, analysed by function, was as follows:

	Number of employees	
	2023	2022
Cost of generating funds	1	1
Charitable activities	4	4
Management and administration of the charity	3	3
Group total	<u>8</u>	<u>8</u>

Keppleway Limited has a total of 2 (2022: 2) directors.

Notes (continued)

7. Pensions

Defined Contribution Scheme: contributions amounted to £8,054 (2022: £7,454). There were no amounts outstanding at the period end (2022: £Nil). Of the £8,054 in 2023 (2022: £7,454) £nil was restricted costs (2022: £nil) and £8,054 unrestricted costs (2022: £7,454).

8. Tangible fixed assets

Group	Freehold land and buildings £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost				
At 1 October 2022	802,717	252,235	58,548	1,113,500
Additions	-	8,110	-	8,110
Disposals	-	(18,586)	-	(18,586)
At 30 September 2023	802,717	241,759	58,548	1,103,024
Depreciation				
At 1 October 2022	106,984	226,048	36,170	369,202
Charge for year	-	7,438	7,229	14,667
Disposals	-	(15,486)	-	(15,486)
At 30 September 2023	106,984	218,000	43,399	368,383
Net book value				
At 30 September 2023	695,733	23,759	15,149	734,641
At 30 September 2022	695,733	26,187	22,378	744,298

All of the fixed assets of the group are used by the group for direct charitable purposes.

Notes (continued)

8. Tangible fixed assets (continued)

Charity	Land and leasehold improvements	Equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 October 2022	67,477	157,409	58,548	283,434
Additions	-	8,110	-	8,110
Disposals	-	(18,586)	-	(18,586)
At 30 September 2023	67,477	146,933	58,548	272,958
Depreciation				
At 1 October 2022	27,477	141,819	36,170	205,466
Charge for year	-	4,850	7,229	12,079
Disposals	-	(15,486)	-	(15,486)
At 30 September 2023	27,477	131,183	43,399	202,059
Net book value				
At 30 September 2023	40,000	15,750	15,149	70,889
At 30 September 2022	40,000	15,590	22,378	77,968

All of the charity's fixed assets are used by the charity for direct charitable purposes.

Notes (continued)

9. Investments

Fixed asset investments: Investments in subsidiary undertaking

	2023 £	2022 £
Charity		
Ordinary £1 shares in Keppleway Limited		
Cost at 1 October 2022 and 30 September 2023	116,000	116,000
	<u> </u>	<u> </u>
Net book value		
Net book value at 1 October 2022	28,000	28,000
Unrealised loss on investment	-	-
	<u> </u>	<u> </u>
Net book value at 30 September 2023	28,000	28,000
	<u> </u>	<u> </u>

10. Debtors

	2023 £	2022 £
Group		
Trade debtors	16,385	29,461
Other debtors	3,972	881
Prepayments	526	-
	<u> </u>	<u> </u>
	20,883	30,342
	<u> </u>	<u> </u>
	£	£
Charity		
Trade debtors	16,385	29,461
Other debtors	3,972	881
Group company (*)	155,173	152,017
Prepayments	526	-
	<u> </u>	<u> </u>
	176,056	182,359
	<u> </u>	<u> </u>

*The amount owing from the group company is due after more than one year. The charity's subsidiary company, Keppleway Limited, is currently reliant on the charity to assist with bank loan repayments. Keppleway Limited is not currently in a position to repay the group debt. Accordingly, this debtor is stated as being due after more than one year.

Notes (continued)

11. Creditors: amounts falling due within one year

	2023	2022
	£	£
Group		
Bank loans and overdrafts	34,000	34,000
Other loans	5,313	-
Trade creditors	15,373	23,336
Other taxation and social security	4,583	4,022
Accruals and deferred income	20,868	39,405
	<hr/>	<hr/>
	80,137	100,763
	<hr/> <hr/>	<hr/> <hr/>

Movements in deferred income are as follows:

	2023	2022
	£	£
Balance at 1 October 2022	27,769	48,848
Amount (released)/deferred in the year	(15,399)	(21,079)
	<hr/>	<hr/>
Balance as at 30 September 2023	12,370	27,769
	<hr/> <hr/>	<hr/> <hr/>

The bank loan and overdraft are secured by a first legal charge over the land and buildings of Keppleway Limited.

	2023	2022
	£	£
Charity		
Bank overdraft	-	-
Trade creditors	14,932	22,147
Other taxation and social security	3,797	2,528
Accruals and deferred income	17,868	36,405
	<hr/>	<hr/>
	36,597	61,080
	<hr/> <hr/>	<hr/> <hr/>

Movements in deferred income are as follows:

	2023	2022
	£	£
Balance at 1 October 2022	27,769	48,848
Amount (released)/deferred in the year	(15,399)	(21,079)
	<hr/>	<hr/>
Balance as at 30 September 2023	12,370	27,769
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)

12. Creditors: amounts falling due after more than one year

	2023	2022
	£	£
Group		
Bank loans	343,131	371,818
Other loans	330,327	311,640
	<u>673,458</u>	<u>683,458</u>
	<u><u>673,458</u></u>	<u><u>683,458</u></u>
 Analysis of loans		
	£	£
Wholly repayable within five years:		
By instalments	28,333	38,333
Other than by instalments	330,327	311,640
Not wholly repayable within five years:		
By instalments	348,798	367,485
Other than by instalments	-	-
	<u>707,458</u>	<u>717,458</u>
Included in current liabilities	(34,000)	(34,000)
	<u>673,458</u>	<u>683,458</u>
	<u><u>673,458</u></u>	<u><u>683,458</u></u>

Notes (continued)

12. Creditors: amounts falling due after more than one year (continued)

The Barclays Bank loan (£348,798) is repayable over twenty-five years and will be repaid in full by December 2033. It bears interest at 2% over base rate. The bank loan is secured by a fixed charge over the freehold property of Keppleway Limited. There are no other secured loans. Consequently, the amount of secured liabilities at 30 September 2023 amounted to £348,798 (2022: £367,485).

A government-secured bounce back loan for £50,000 was taken out with Barclays Bank in July 2020, to ease the impact of the coronavirus restrictions. Monthly repayments on this loan commenced in August 2021 and will be repaid in full by July 2026.

Other loans totalling £330,327 (2022: £311,640) are interest free. The Directors and Trustees have received assurance from the lender confirming there is no obligation to repay before July 2025.

	2023 £	2022 £
Charity		
Other loans	239,140	239,140
Bank loans	-	-
	<u>239,140</u>	<u>239,140</u>
Analysis of loans		
	£	£
Wholly repayable within five years		
By instalments	-	-
Other than by instalments	239,140	239,140
Not wholly repayable within five years		
By instalments	-	-
Other than by instalment	-	-
	<u>239,140</u>	<u>239,140</u>
Included in current liabilities	-	-
	<u>239,140</u>	<u>239,140</u>

13. Analysis of group net assets between funds

2023	Restricted funds £	Unrestricted funds £	Total funds £
Group			
Tangible fixed assets	-	734,641	734,641
Current assets	76,397	52,263	128,660
Current liabilities	-	(80,137)	(80,137)
Long term liabilities	-	(673,458)	(673,458)
	<u>76,397</u>	<u>33,309</u>	<u>109,706</u>
	=====	=====	=====
2022	Restricted funds £	Unrestricted funds £	Total funds £
Group			
Tangible fixed assets	-	744,298	744,298
Current assets	90,644	117,925	208,569
Current liabilities	-	(100,763)	(100,763)
Long term liabilities	-	(683,458)	(683,458)
	<u>90,644</u>	<u>78,002</u>	<u>168,646</u>
	=====	=====	=====

14. Statement of funds - Group

2023	Restricted funds £	Unrestricted funds £	Total £
At beginning of year	90,644	78,002	168,646
Income and endowments	125,963	416,975	542,938
Resources expended	(96,996)	(504,096)	(601,092)
Transfer	(43,214)	43,214	-
Tax payable	-	(786)	(786)
	<u>76,397</u>	<u>33,309</u>	<u>109,706</u>
	=====	=====	=====
2022	Restricted funds £	Unrestricted funds £	Total £
At beginning of year	80,061	39,703	119,764
Income and endowments	138,313	423,608	561,921
Resources expended	(72,382)	(439,163)	(511,545)
Transfer	(55,348)	55,348	-
Tax payable	-	(1,494)	(1,494)
	<u>90,644</u>	<u>78,002</u>	<u>168,646</u>
	=====	=====	=====

Notes (continued)

14. Statement of funds – Group (continued)

The general reserve represents the free funds of the charity which are not designated for particular purposes.

The other transfers made between funds (as shown in the statement of financial activities) relate to restricted income which has been expended on assets and is no longer required to be shown within the restricted funds balance.

15. Subsidiary company

The charity owns the whole of the issued share capital of Keppleway Limited, a company registered in England. The subsidiary owns the property leased to the charity, from which the charity's activities take place. All activities of the company have been consolidated on a line by line basis in the SOFA.

A summary of the results of the subsidiary is shown below:

Keppleway Limited

	Total 2023	Total 2022
	£	£
Turnover	36,025	26,838
Cost of sales	(1,992)	(2,236)
Gross profit/(loss)	34,033	24,602
Administrative expenses	(32,485)	(23,629)
Other operational income	-	4,000
Net profit/(loss)	1,548	4,973
Tax payable	(786)	(1,494)
	762	3,479
The aggregate of the assets, liabilities and funds was:		
Assets	666,381	668,606
Liabilities	(633,031)	(636,018)
	33,350	32,588

Notes *(continued)*

16. Related party transactions

There were no related party transactions during the current and previous year.

17. Taxation

As a charity, Keppleway Trust is exempt from tax on income and gains falling within sections 472-474 of the Corporation Tax Act 2010, sections 478-489 of the Corporation Tax Act 2010, or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

18. Control

There is no single controlling party of the Trust in the current and previous year.

19. Operating Lease

Keppleway Trust leases the premises from Keppleway Limited under a 99-year lease dated 1 January 1995. The monthly rental which is no longer tied to occupancy levels was initially set at £2,000 and was increased to £3,000 from December 2022.

THE KEPPLEWRAY TRUST

England & Wales - Charity number 1015762

Accounts

The Keppleway Trust

Trustees' report and consolidated
financial statements

Registered charity number 1015762

30 September 2022

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Reference and administrative details

Registered charity number	1015762
Chairman	Revd JR Libby
Trustees	Revd JR Libby ME Browne MG Libby S Bevan C Armstrong
Centre Manager	Mr Neil Addington
Registered Address	The Keppleway Centre Keppleway Hill Broughton-in-Furness Cumbria LA20 6HE
Solicitors	Burnetts, Carlisle
Bankers	Barclays Bank Plc, Kendal, Cumbria
Registered accountants	MHA Moore and Smalley, Kendal

Trustees' report

The Trustees present their report and the financial statements of the Trust for the year ended 30 September 2022. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Trust.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Trust's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Reference and Administrative Information

The Causeway Trust was created by a Declaration of Trust dated 24 September 1992 and was registered as a charity on 16 December 1992. By a deed dated 1 October 1994 the Trust's name was changed to The Keppleway Trust. The charity is registered with the Charity Commission under charity number 1015762. The Trustees, executive officers and principal addresses of the Charity, together with its professional advisers, are given on page 3.

Objects, aims, objectives and activities

Charitable Objective

The main objective of the Trust is the advancement of the education and awareness of individuals and groups of disabled and non-disabled people through residential and day programmes of adventure, learning, challenge and relaxation in a fully accessible and inclusive Christian environment. Through its trading company, Keppleway Limited, a large mansion ('Keppleway') in the Lake District was acquired which, after substantial renovation, enables the Trust to meet its charitable objective. Programmes at Keppleway stretch mental and physical capabilities and deliberately promote the inclusion of disabled and disadvantaged people so that their conditions of life might be improved.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

Achievement and performance

Bookings improved this financial year following the Covid 19 global pandemic compared to the previous two years, with 179 groups visiting the Centre – many of them for the first time as restrictions on outdoor activities eased.

The Centre was sorry to see the departure of our Activities Manager who left Keppleway due to changing family circumstances. He was replaced and activities at Keppleway have continued to develop.

We continued close links with our neighbouring school, welcoming their pupils for activities throughout the year and developed new links with organisations such as The Lake District National Park and The Birks Residential Centre to provide activities and accommodation to their guests. Keppleway continued to make good use of its innovative Participation Inclusion Fund, which continues to provide greatly subsidised access to activities for hundreds of guests who would not normally be able to join us at the Centre. We have welcomed continued support for the Participation Inclusion Fund by trusts, foundations and other outside funders who recognise the benefits of outdoor experiences for this section of the community.

Despite being busy, significant redevelopment and maintenance of the Centre continued with the north gable wall being sealed both internally and externally to water ingress and being treated for damp. This work was followed by the refurbishment of rooms previously affected by damp making them available for guest use again. Other general maintenance was carried out this year and plans were put in place to continue the treatment of damp which is always a problem in buildings of the age of The Keppleway Centre in future financial years.

Continued.....

Trustees' report (continued)

Achievement and performance (continued)

Our thanks are also due to all of those who have made this continued momentum possible. To the staff team in particular, but also to my fellow trustees, to our donors, to our returning user groups, to our essential prayerful supporters and to the Broughton-in-Furness community. The combined efforts of all of these groups have enabled our inclusive journey to continue and to evolve even through a period of great uncertainty and vulnerability.

Burundi Link – The Bethesda Project

The Trust has continued to support the work of the Bethesda Project in the Muyinga diocese in Northern Burundi. Burundi is one of the poorest countries in the world, with most people living at a subsistence level with long walks to collect water, and 99% of people having no electricity. Recent figures show the population growing at a rate of one person per minute and half of these children are not in school. Added to this has been the Covid epidemic with very little access to healthcare in the village communities.

The staff (all nationals) travel to rural communities around Muyinga to seek out the many sick and disabled people who are hidden away and to address their needs and barriers to their inclusion into the community and education.

Examples of people helped include a young boy injured in a motorcycle accident. Bethesda was able to replace his home-made crutches to greatly improve his mobility and inclusion in society

Management Development

In line with good practice, and very much as part of the work of the Development Team, we continue to develop our internal systems, support our staff, implement, review and amend our policies in order to deliver the best possible service to our guests.

Thanks

Donations and grants are vital to the development of the Centre. We are very grateful to all of our supporters and donors.

Financial review and results for the year

The Trust's year end is 30 September, and the accounts are independently examined annually. The consolidated results are shown in the unaudited accounts attached to this report.

Investment Policy

The Trustees do not envisage the Trust holding investments in the foreseeable future apart from shares in its trading subsidiary. Any shares donated to the group will be sold as soon as they are fully listed.

Reserves Policy

The group's free reserves at 30 September 2022 are in deficit by £666,296 (2021: deficit of £708,435). Of this amount, £683,458 (2021: £696,404) are long term liabilities not due to crystallise for at least 12 months from the balance sheet date. Allowing for this, the adjusted free reserves for the group at 30 September 2022 are a surplus of £17,162 (2021: deficit of £12,031).

The charity's free reserves at 30 September 2022 are in deficit by £32,554 (2021: deficit of £68,324). Of this amount, £239,140 (2021: £239,140) are long term liabilities not due to crystallise for at least 12 months from the balance sheet date. Allowing for this and the long-term debtor of £152,017 (2021: £143,516), the adjusted free reserves for the charity at 30 September 2022 are a surplus of £54,569 (2021: surplus of £27,300).

Continued.....



Trustees' report *(continued)*

Future Development

The strong inflows from trading and increased grant support, in addition to the Participation Inclusion Scheme, have all enabled significant investment in the Kepplewray building, all of which has continued post year end. Major damp and rot have been remedied, insulation improved and the majority of the windows are being replaced.

Before the financial year end and continuing to grow in importance since is a strategic review of buildings and accommodation. Plans are being costed to finish the remedial work (as above), to resurface the car park and freshen the approach and, potentially, to go to tender with a major extension/expansion of the site. This is in response to the strong and growing bookings schedule and the continued demand for joint group use of both accommodation and activities.

Structure, governance and management

Governing Document

The charity is governed by its Trust deed dating from 1992. The Trustees are granted wide powers of investment and of application of Trust funds towards the charitable objects of the Trust except that they may not undertake permanent trading activities in raising funds to achieve its objects.

Governing body

The charity is governed by its trustees, of whom there are currently five. They are responsible for the administration of the objects of the Trust, having overall control and holding the legal, financial and management responsibility of the charity. They meet at least quarterly, but also receive regular reports from the Management Group.

Recruitment, appointment, induction and training of new Trustees

Potential new trustees are approached by the Chairman on the basis of eligibility, availability, expertise and personal competence. They are normally invited to join the Kepplewray Management Group before being invited to become a trustee. On the group, they are introduced to all of the workings of the Charity. As trustees, they receive copies of Charity Commission newsletters and are informed of training courses that may be suitable for them.

Group structure and relationships

On 1 January 1995 the Trust signed a 99 year lease agreement with Kepplewray Limited, which is wholly owned by the Trust, to secure the exclusive use of the property at Kepplewray and enable the Trust to further its charitable objectives. The results of Kepplewray Limited are shown in note 15 to the financial statements.

Risk Management

The Trustees have identified the major risks to which the charity is exposed. Those risks have been reviewed and systems established to mitigate them. In keeping under review the Trust's activities, Trustees are mindful of the potential for any changes to the present range of risks, especially those concerning the arrival of Covid-19 and will adjust systems when and where required.

Trustees' report *(continued)*

Statement of trustees' responsibilities

The trustees 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).

The law applicable to charities in England & Wales/Northern Ireland 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 of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, 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 operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed.

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 Reverend J R Libby
Chairman of the Trustees

Date 13/05/2023

Independent Examiner's Report to the Trustees of the Keppleway Trust

I report to the charity trustees on my examination of the accounts of the charity (the 'parent charity') and its subsidiary (the 'group') for the year ended 30 September 2022 which are set out on pages 9 to 29.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts (both parent and group) carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

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:

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

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



Colin Johnson FCCA
MHA Moore & Smalley
Chartered Accountants
Kendal House
Murley Moss Business Village
Oxenholme Road
Kendal. Cumbria. LA9 7RL

13/05/2023
Date

Consolidated statement of financial activities

for the year ended 30 September 2022

	Notes	2022 Restricted funds	2022 Unrestricted funds	Total	2021 Total
		£	£	£	£
Income and endowments from:					
Donations and legacies	2	54,280	21,127	75,407	69,046
Charitable activities:					
Grants received	3	80,341	4,135	84,476	163,782
Accommodation and activities income		-	404,654	404,654	181,002
Other trading activities		-	2,838	2,838	729
Other		3,692	420	4,112	645
Total income and endowments		138,313	433,174	571,487	415,204
Expenditure					
Raising funds:					
Fundraising trading		-	2,236	2,236	677
Fundraising costs		-	22,643	22,643	32,770
Charitable activities					
Provision of accommodation and activities		72,382	380,671	453,053	298,638
Other		-	35,967	35,967	25,120
Exceptional item		-	7,212	7,212	-
Total expenditure	4	72,382	448,729	521,111	357,205
Net income/ (expenditure)		65,931	(15,555)	50,376	57,999
Transfers between funds	14	(55,348)	55,348	-	-
Tax on activities		-	(1,494)	(1,494)	(2,617)
Net movement in funds		10,583	38,299	48,882	55,382
Reconciliation of funds:					
Fund balance brought forward	14	80,061	39,703	119,764	64,382
Fund balance carried forward	13, 14	90,644	78,002	168,646	119,764

Trust statement of financial activities

for the year ended 30 September 2022

	Notes	Restricted funds £	2022 Unrestricted funds £	Total £	2021 Total £
Income and endowments from:					
Donations and legacies	2	54,280	21,127	75,407	69,046
Charitable activities:					
Grants received	3	80,341	135	80,476	137,282
Accommodation and activities income		-	404,654	404,654	181,002
Other		3,692	5,729	9,421	5,452
Total income and endowments		138,313	431,645	569,958	392,782
Expenditure					
Raising funds:					
Fundraising costs		-	11,193	11,193	12,561
Advertising & Marketing		-	11,450	11,450	20,209
Charitable activities:					
Provision of accommodation and activities		72,382	389,767	462,149	276,782
Other		-	32,551	32,551	29,385
Exceptional item		-	7,212	7,212	-
Total expenditure	4	72,382	452,173	524,555	338,937
Unrealised loss on investment	9	-	-	-	-
Net income/ (expenditure)		65,931	(20,528)	45,403	53,845
Transfers between funds	14	(55,348)	55,348	-	-
Net movement in funds		10,583	34,820	45,403	53,845
Reconciliation of funds:					
Fund balance brought forward		80,061	38,594	118,655	64,810
Fund balance carried forward		90,644	73,414	164,058	118,655

Balance sheet
at 30 September 2022

	Note	Group		Charity	
		30 Sept 2022	30 Sept 2021	30 Sept 2022	30 Sept 2021
		£	£	£	£
Fixed assets					
Tangible assets	8	744,298	748,138	77,968	78,918
Investments	9	-	-	28,000	28,000
		<u>744,298</u>	<u>748,138</u>	<u>105,968</u>	<u>106,918</u>
Current assets					
Stocks		2,332	2,727	1,996	2,258
Debtors: amounts falling due within one year	10	30,342	16,434	30,342	16,434
Debtors: amounts falling due after more than one year	10	-	-	152,017	143,516
Cash at bank and in hand		175,895	160,753	173,955	156,909
		<u>208,569</u>	<u>179,914</u>	<u>358,310</u>	<u>319,117</u>
Creditors: amounts falling due within one year	11	(100,763)	(111,884)	(61,080)	(68,240)
Net current assets		<u>107,806</u>	<u>68,030</u>	<u>297,230</u>	<u>250,877</u>
Total assets less current liabilities		<u>852,104</u>	<u>816,168</u>	<u>403,198</u>	<u>357,795</u>
Creditors: amounts falling due after more than one year	12	(683,458)	(696,404)	(239,140)	(239,140)
Net assets		<u><u>168,646</u></u>	<u><u>119,764</u></u>	<u><u>164,058</u></u>	<u><u>118,655</u></u>
Income funds					
Restricted funds	13, 14	90,644	80,061	90,644	80,061
Unrestricted funds	13, 14	78,002	39,703	73,414	38,594
		<u><u>168,646</u></u>	<u><u>119,764</u></u>	<u><u>164,058</u></u>	<u><u>118,655</u></u>

21/04/2023

These financial statements were approved by the board of Trustees on
and were signed on its behalf by:



.....
The Reverend JR Libby
Trustee

Cashflow Statement – Charity

At 30 September 2022

	2022	2021
Note	£	£
Cash flow from operating activities	45,403	53,845
(Increase)/decrease in debtors	(22,409)	39,574
Increase/(decrease) in creditors	(7,160)	19,004
Depreciation of tangible fixed assets	12,418	12,147
(Increase)/decrease in stock	262	(950)
Net cash flow from operating activities	<u>28,514</u>	<u>123,620</u>
Cash flow from investing activities		
Payments to acquire tangible fixed assets	(11,468)	(11,098)
Net cash flow from investing activities	<u>(11,468)</u>	<u>(11,098)</u>
Cash flow from financing activities	-	-
Net cash flow from financing activities	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents	17,046	112,522
Cash and cash equivalents at 1 October 2021	156,909	44,387
Cash and cash equivalents at 30 September 2022	<u>173,955</u>	<u>156,909</u>
Cash and cash equivalents consists of:		
Cash at bank and in hand	173,955	156,909
Short term deposits	-	-
Cash and cash equivalents at 30 September 2022	<u>173,955</u>	<u>156,909</u>

Notes (forming part of the financial statements)

1. Accounting policies

Basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. 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) issued in October 2019, the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

The Keppleway Trust meets the definition of a public entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

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

Funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. There are no designated funds in the period.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income and gains are allocated to the appropriate fund.

Income recognition policies

All incoming resources are included in the Statement of Financial Activities (SOFA) when it is probable the charity will be legally entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income.

- Accommodation and activity income are recognised when the party has stayed at the premises and the service has been provided. If a stay spans the year end, income will be accrued for the proportion of the stay falling into the earlier year.
- Voluntary income is received by way of grants, donations and gifts and is included in full in the SOFA when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity are recognised when the charity becomes unconditionally entitled to the grant. For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received.
- The value of services provided by volunteers is not incorporated into these financial statements. Where services are provided to the charity as a donation that would normally be purchased from our suppliers, this contribution is included in the financial statements at an estimate based on the value of the contribution to the charity. Donated services and facilities are analysed in note 2.
- Investment income is included when receivable.

Notes (continued)

1. Accounting policies (continued)

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions 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. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources.

Other costs comprise the costs of running the charity, including strategic planning for its future development, also external audit, any legal advice for the trustees, and all the costs of complying with constitutional and statutory requirement, such as the costs of Trustees' meetings and of preparing statutory accounts and satisfying public accountability.

Rent charged to the charity by its subsidiary company is treated as a cost of the charity, and the intra-group income and costs are excluded from the consolidated figures.

Tangible fixed assets and depreciation

Tangible fixed assets are capitalised and included at cost including any incidental costs of acquisition. Assets which are used by the group for direct charitable purposes are allocated as such. There are no assets otherwise classified.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight line basis over their expected useful economic life as follows:

Freehold property	Nil
Leasehold improvements	Nil
Fixtures and fittings	10%/20%
Equipment	10%/20%
Motor vehicles	25%/12.5% for motorcars 10% with residual value of £1,000 for minibuses
Equipment in Burundi	33%

The trustees perform annual impairment reviews to ensure that the recoverable amount is not lower than the carrying value.

Operating leases

Rentals payable under operating leases are charged against income based on occupancy levels.

Investments

Current asset investments are stated at market value at the balance sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the period.

Fixed asset investments are stated at cost less any provision for permanent diminution in value.

Stock

Stock consists of finished goods for resale and is valued at the lower of cost and net realisable value.

Notes (continued)

1. Accounting policies (continued)

Related party transactions

The Trustees have taken advantage of the exemption in the FRS 102 and have not disclosed related party transactions with its subsidiary undertaking.

Pensions: Defined Contribution

The Charity set up a pension scheme with The Peoples' Pension in March 2016 to comply with automatic enrolment requirements. Contributions to the scheme are charged in the SOFA as they become payable.

Going concern

The trustees continue to be very encouraged by the grants offered by supportive trusts and the way the Participation Fund continues to attract both donor support and customer take-up. There is a 'multiplier' effect where PIF sponsored participants continue to encourage whole groups to book both activities and accommodation.

Post financial year end, the bookings situation and cash flow continue to look strong even after significant investment in the building and the trustees are satisfied that it is appropriate to prepare the accounts on a going concern basis.

Notes (continued)

1. Accounting policies (continued)

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

2. Donations and gifts

	2022		2021	
	Group £	Charity £	Group £	Charity £
Individuals	50,623	50,623	53,604	53,604
Donated facilities	9,566	9,566	9,566	9,566
Charitable foundations	5,218	5,218	5,876	5,876
Companies	10,000	10,000	-	-
	<u>75,407</u>	<u>75,407</u>	<u>69,046</u>	<u>69,046</u>

Of the £75,407 received in 2022 (2021: £69,046) £54,280 was restricted funds (2021: £42,164) and £21,127 was unrestricted (2021: £26,882).

The charity is indebted to individuals for providing interest-free loans to the group. The value placed on this contribution is £9,566 (2021: £9,566), (Trust £9,566 (2021: £9,566)). The income equivalent is recognised within incoming resources as a donation, and an equivalent charge is included within interest payable.

3. Grants received

	2022	2022	2021	2021
	Group	Charity	Group	Charity
	£	£	£	£
Agnes Dixon Trust	-	-	8,000	8,000
All Churches Trust	-	-	7,500	7,500
Alpkit Foundation	160	160	500	500
Anonymous	-	-	1,600	1,600
Anonymous	25,000	25,000	-	-
Archer Trust	-	-	3,000	3,000
BAE via LCVS	500	500	-	-
Beatrice Laing Trust	5,000	5,000	5,000	5,000
Catherine Cookson Charitable Trust	3,000	3,000	-	-
CGP Trust	350	350	1,750	1,750
CLA Charitable Trust	5,000	5,000	-	-
Coop Community Fund	331	331	-	-
Cumbria Community Foundation	5,000	5,000	3,000	3,000
Edward Gosling Foundation	5,000	5,000	-	-
Firdale Christian Trust	1,000	1,000	1,000	1,000
Frieda Scott Charitable Trust	-	-	7,500	7,500
Four Acre Trust	6,000	6,000	-	-
Hadfield Trust	-	-	3,000	3,000
Harold & Alice Bridges Charity	-	-	3,000	3,000
Hedley Foundation	-	-	3,600	3,600
HMRC Job Retention Scheme *	-	-	48,182	48,182
HMRC Coronavirus SSP rebate*	135	135	-	-
Kingmoor Park Charitable Trust *	-	-	5,000	5,000
Kingmoor Park Charitable Trust	-	-	5,000	5,000
Lord Barnaby Foundation	-	-	1,500	1,500
Lord Barnaby Foundation *	-	-	2,500	2,500
McConks	-	-	500	500
Rawdon-Smith Trust	-	-	900	900
Rumic Foundation	-	-	500	500
Sir John Fisher Foundation	20,000	20,000	20,000	20,000
SLDC Business Support Grant *	4,000	-	26,500	-
Solomon's Charitable Trust	-	-	750	750
Souter Charitable Trust	4,000	4,000	-	-
Whirlwind Charitable Trust	-	-	4,000	4,000
	84,476	80,476	163,782	137,282

Grants marked with a (*) represent unrestricted grants, all other grants are restricted.

Notes (continued)

4. Total expenditure – Group

	Staff costs	Other direct costs	Other allocated costs	2022
	£	£	£	£
Fundraising trading	-	2,236	-	2,236
Fundraising costs	11,193	-	-	11,193
Advertising	10,367	1,083	-	11,450
Provision of accommodation and activities	159,510	293,543	-	453,053
Other	19,211	16,756	-	35,967
Exceptional item	7,184	28	-	7,212
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	207,465	313,646	-	521,111
	<hr/>	<hr/>	<hr/>	<hr/>

	Staff costs	Other direct costs	Other allocated costs	2021
	£	£	£	£
Fundraising trading	-	677	-	677
Fundraising costs	8,621	3,939	-	12,560
Advertising	17,170	3,039	-	20,209
Provision of accommodation and activities	120,666	173,707	-	294,373
Other	15,719	13,666	-	29,385
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	162,176	195,029	-	357,205
	<hr/>	<hr/>	<hr/>	<hr/>

Staff costs as per Note 6. Other direct costs include:

	2022	2021
	£	£
Accountants' remuneration	7,149	7,340
Depreciation and profit on disposal of asset	15,308	14,909
Interest payable	21,055	18,726
	<hr/>	<hr/>

Notes (continued)

4. Total expenditure (continued) – Charity

	Staff costs	Other direct costs	Other allocated costs	2022
	£	£	£	£
Fundraising costs	11,193	-	-	11,193
Advertising	10,367	1,083	-	11,450
Provision of accommodation and activities	159,510	302,639	-	462,149
Other	19,211	13,340	-	32,551
Exceptional item	7,184	28	-	7,212
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	207,465	317,090	-	524,555
	<hr/>	<hr/>	<hr/>	<hr/>

	Staff costs	Other direct costs	Other allocated costs	2021
	£	£	£	£
Fundraising costs	8,621	3,939	-	12,560
Advertising	17,170	3,039	-	20,209
Provision of accommodation and activities	120,666	156,117	-	276,783
Other	15,719	13,666	-	29,385
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	162,176	176,761	-	338,937
	<hr/>	<hr/>	<hr/>	<hr/>

Staff costs as per Note 6. Other direct costs include:

	2022	2021
	£	£
Accountants' remuneration	3,774	4,100
Depreciation and profit on disposal of asset	12,418	12,019
Interest payable	9,566	9,566
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)

5. Trustees' remuneration

The Trustees received no remuneration during the year, either from the charity, or from Keppleway Limited in their capacity as directors (2021: £Nil). Reimbursement of travel and meeting expenses to trustees amounted to £Nil (2021: £Nil).

6. Staff numbers and costs

The total wages and salaries costs for the group were as follows:

	2022	2021
	£	£
Wages and salaries	192,137	151,089
Social security costs	7,874	5,108
Pension costs	7,454	5,979
Group total	<u>207,465</u>	<u>162,176</u>

There were no employees receiving more than £60,000 in the year (2021: None).

The average number of employees during the year, analysed by function, was as follows:

	Number of employees	
	2022	2021
Cost of generating funds	1	1
Charitable activities	4	4
Management and administration of the charity	3	3
Group total	<u>8</u>	<u>8</u>

Keppleway Limited has a total of 2 (2021: 2) directors.

Notes (continued)

7. Pensions

Defined Contribution Scheme: contributions amounted to £7,454 (2021: £5,979). There were no amounts outstanding at the period end (2021: £Nil). Of the £7,454 in 2022 (2021: £5,979) £nil was restricted costs (2021: £nil) and £7,454 unrestricted costs (2021: £5,979).

8. Tangible fixed assets

Group	Freehold land and buildings £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost				
At 1 October 2021	802,717	263,641	58,548	1,124,906
Additions	-	11,468	-	11,468
Disposals	-	(22,874)	-	(22,874)
At 30 September 2022	802,717	252,235	58,548	1,113,500
Depreciation				
At 1 October 2021	106,984	240,843	28,941	376,768
Charge for year	-	8,079	7,229	15,308
Disposals	-	(22,874)	-	(22,874)
At 30 September 2022	106,984	226,048	36,170	369,202
Net book value				
At 30 September 2022	695,733	26,187	22,378	744,298
At 30 September 2021	695,733	22,798	29,607	748,138

All of the fixed assets of the group are used by the group for direct charitable purposes.

Notes (continued)

8. Tangible fixed assets (continued)

Charity	Land and leasehold improvements	Equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 October 2021	67,477	168,815	58,548	294,840
Additions	-	11,468	-	11,468
Disposals	-	(22,874)	-	(22,874)
At 30 September 2022	67,477	157,409	58,548	283,434
Depreciation				
At 1 October 2021	27,477	159,504	28,941	215,922
Charge for year	-	5,189	7,229	12,418
Disposals	-	(22,874)	-	(22,874)
At 30 September 2022	27,477	141,819	36,170	205,466
Net book value				
At 30 September 2022	40,000	15,590	22,378	77,968
At 30 September 2021	40,000	9,311	29,607	78,918

All of the charity's fixed assets are used by the charity for direct charitable purposes.

Notes (continued)

9. Investments

Fixed asset investments: Investments in subsidiary undertaking

	2022 £	2021 £
Charity		
Ordinary £1 shares in Keppleway Limited		
Cost at 1 October 2021 and 30 September 2022	116,000	116,000
Net book value		
Net book value at 1 October 2021	28,000	28,000
Unrealised loss on investment	-	-
Net book value at 30 September 2022	28,000	28,000

10. Debtors

	2022 £	2021 £
Group		
Trade debtors	29,461	12,134
Other debtors	881	4,300
	30,342	16,434
Charity		
Trade debtors	29,461	12,134
Other debtors	881	4,300
Group company (*)	152,017	143,516
	182,359	159,950

*The amount owing from the group company is due after more than one year. The charity's subsidiary company, Keppleway Limited, is currently reliant on the charity to assist with bank loan repayments. Keppleway Limited is not currently in a position to repay the group debt. Accordingly, this debtor is stated as being due after more than one year.

Notes (continued)

11. Creditors: amounts falling due within one year

	2022	2021
	£	£
Group		
Bank loans and overdrafts	34,000	34,000
Trade creditors	23,336	21,030
Other taxation and social security	4,022	4,883
Accruals and deferred income	39,405	51,971
	<hr/>	<hr/>
	100,763	111,884
	<hr/> <hr/>	<hr/> <hr/>

Movements in deferred income are as follows:

	2022	2021
	£	£
Balance at 1 October 2021	48,848	26,323
Amount (released)/deferred in the year	(21,079)	22,525
	<hr/>	<hr/>
Balance as at 30 September 2022	27,769	48,848
	<hr/> <hr/>	<hr/> <hr/>

The bank loan and overdraft are secured by a first legal charge over the land and buildings of Keppleway Limited.

	2022	2021
	£	£
Charity		
Bank overdraft	-	-
Trade creditors	22,147	16,837
Other taxation and social security	2,528	2,266
Accruals and deferred income	36,405	49,137
	<hr/>	<hr/>
	61,080	68,240
	<hr/> <hr/>	<hr/> <hr/>

Movements in deferred income are as follows:

	2022	2021
	£	£
Balance at 1 October 2021	48,848	26,323
Amount (released)/deferred in the year	(21,079)	22,525
	<hr/>	<hr/>
Balance as at 30 September 2022	27,769	48,848
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)

12. Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Group		
Bank loans	371,818	442,764
Other loans	311,640	287,640
	<u>683,458</u>	<u>730,404</u>
	<u><u>£</u></u>	<u><u>£</u></u>
Analysis of loans		
Wholly repayable within five years:		
By instalments	38,333	48,333
Other than by instalments	311,640	287,640
Not wholly repayable within five years:		
By instalments	367,485	428,431
Other than by instalments	-	-
	<u>717,458</u>	<u>764,404</u>
Included in current liabilities	<u>(34,000)</u>	<u>(34,000)</u>
	<u><u>683,458</u></u>	<u><u>730,404</u></u>

Notes (continued)

12. Creditors: amounts falling due after more than one year (continued)

The Barclays Bank loan (£367,485) is repayable over twenty-five years and will be repaid in full by December 2033. It bears interest at 2% over base rate. The bank loan is secured by a fixed charge over the freehold property of Kepplewray Limited. There are no other secured loans. Consequently, the amount of secured liabilities at 30 September 2022 amounted to £367,485 (2021: £394,431).

A government-secured bounce back loan for £50,000 was taken out with Barclays Bank in July 2020, to ease the impact of the coronavirus restrictions. Monthly repayments on this loan commenced in August 2021 and will be repaid in full by July 2026.

Other loans totalling £311,640 (2021: £287,640) are interest free. The Directors and Trustees have received assurance from the lender confirming there is no obligation to repay before July 2024.

	2022 £	2021 £
Charity		
Other loans	239,140	239,140
Bank loans	-	-
	<u>239,140</u>	<u>239,140</u>
Analysis of loans		
	£	£
Wholly repayable within five years		
By instalments	-	-
Other than by instalments	239,140	239,140
Not wholly repayable within five years		
By instalments	-	-
Other than by instalment	-	-
	<u>239,140</u>	<u>239,140</u>
Included in current liabilities	-	-
	<u>239,140</u>	<u>239,140</u>

13. Analysis of group net assets between funds

2022	Restricted funds £	Unrestricted funds £	Total funds £
Group			
Tangible fixed assets	-	744,298	744,298
Current assets	90,644	117,925	208,569
Current liabilities	-	(100,763)	(100,763)
Long term liabilities	-	(683,458)	(683,458)
	<u>90,644</u>	<u>78,002</u>	<u>168,646</u>
	=====	=====	=====
2021	Restricted funds £	Unrestricted funds £	Total funds £
Group			
Tangible fixed assets	-	748,138	748,138
Current assets	80,061	99,853	179,914
Current liabilities	-	(111,884)	(111,884)
Long term liabilities	-	(696,404)	(696,404)
	<u>80,061</u>	<u>39,703</u>	<u>119,764</u>
	=====	=====	=====

14. Statement of funds - Group

2022	Restricted funds £	Unrestricted funds £	Total £
At beginning of year	80,061	39,703	119,764
Income and endowments	138,313	423,608	561,921
Resources expended	(72,382)	(439,163)	(511,545)
Transfer	(55,348)	55,348	-
Tax payable	-	(1,494)	(1,494)
	<u>90,644</u>	<u>78,002</u>	<u>168,646</u>
	=====	=====	=====
2021	Restricted funds £	Unrestricted funds £	Total £
At beginning of year	40,013	24,369	64,382
Income and endowments	122,764	292,440	415,204
Resources expended	(41,451)	(315,754)	(357,205)
Transfer	(41,265)	41,265	-
Tax payable	-	(2,617)	(2,617)
	<u>80,061</u>	<u>39,703</u>	<u>119,764</u>
	=====	=====	=====

Notes (continued)

14. Statement of funds – Group (continued)

The general reserve represents the free funds of the charity which are not designated for particular purposes.

The other transfers made between funds (as shown in the statement of financial activities) relate to restricted income which has been expended on assets and is no longer required to be shown within the restricted funds balance.

15. Subsidiary company

The charity owns the whole of the issued share capital of Keppleway Limited, a company registered in England. The subsidiary owns the property leased to the charity, from which the charity's activities take place. All activities of the company have been consolidated on a line by line basis in the SOFA.

A summary of the results of the subsidiary is shown below:

Keppleway Limited

	Total 2022	Total 2021
	£	£
Turnover	26,838	5,521
Cost of sales	(2,236)	(676)
Gross profit/(loss)	24,602	4,845
Administrative expenses	(23,629)	(27,191)
Other operational income	4,000	26,500
Net profit/(loss)	4,973	4,154
Tax payable	(1,494)	(2,617)
	3,479	1,537
The aggregate of the assets, liabilities and funds was:		
Assets	668,606	673,534
Liabilities	(636,018)	(644,425)
	32,588	29,109

Notes *(continued)*

16. Related party transactions

There were no related party transactions during the current and previous year.

17. Taxation

As a charity, Keppleway Trust is exempt from tax on income and gains falling within sections 472-474 of the Corporation Tax Act 2010, sections 478-489 of the Corporation Tax Act 2010, or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

18. Control

There is no single controlling party of the Trust in the current and previous year.

19. Operating Lease

Keppleway Trust leases the premises from Keppleway Limited under a 99-year lease dated 1 January 1995. The monthly rental is set at £2,000 and is no longer tied to occupancy levels.

Detailed Trust income and expenditure account for the year ended 30 September 2022

	2022 £	2021 £
Incoming resources		
Donations	56,032	22,341
Grants received	80,341	89,100
Gift aid and covenant income	23,067	19,460
Accommodation income	404,654	181,002
Other income	5,729	5,453
Events	-	27,244
Government grants	135	48,182
Total incoming resources	569,958	392,782
Direct charitable expenditure		
Salaries	207,464	162,176
Freelancers	77,553	28,850
Bethesda costs	21,543	33,972
Expenses	883	-
Staff costs	307,443	224,998
Rental	24,000	4,793
Rates and premises cost	32,092	13,469
Repairs and maintenance	68,282	26,756
Accommodation provision costs	63,268	31,749
Establishment costs	187,642	76,767
Total direct charitable expenditure	495,085	301,765
Other expenditure		
Advertising & Marketing	1,111	6,939
Fundraising	-	40
Other costs	1,111	6,979
Telephone, postage and carriage	1,870	2,464
Audit and accountancy	3,774	4,100
Bank charges and interest	600	507
Loan interest	9,566	9,566
Depreciation	12,418	12,019
Bad debt	131	1,537
Administrative expenses	28,359	30,193
Total expenses	524,555	338,937
Net movement in funds	45,403	53,845

This page does not form part of the statutory financial statements.

THE KEPPLEWRAY TRUST

England & Wales - Charity number 1015762

Accounts

The Keppleway Trust

Trustees' report and consolidated
financial statements

Registered charity number 1015762

30 September 2021

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Reference and administrative details

Registered charity number	1015762
Chairman	Revd JR Libby
Trustees	Revd JR Libby ME Browne MG Libby S Bevan C Armstrong
Centre Manager	Mr Neil Addington
Registered Address	The Keppleway Centre Keppleway Hill Broughton-in-Furness Cumbria LA20 6HE
Solicitors	Burnetts, Carlisle
Bankers	Barclays Bank Plc, Kendal, Cumbria
Registered accountants	MHA Moore and Smalley, Kendal

Trustees' report

The Trustees present their report and the financial statements of the Trust for the year ended 30 September 2021. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Trust.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Trust's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Reference and Administrative Information

The Causeway Trust was created by a Declaration of Trust dated 24 September 1992 and was registered as a charity on 16 December 1992. By a deed dated 1 October 1994 the Trust's name was changed to The Keppleway Trust. The charity is registered with the Charity Commission under charity number 1015762. The Trustees, executive officers and principal addresses of the Charity, together with its professional advisers, are given on page 3.

Objects, aims, objectives and activities

Charitable Objective

The main objective of the Trust is the advancement of the education and awareness of individuals and groups of disabled and non-disabled people through residential and day programmes of adventure, learning, challenge and relaxation in a fully accessible and inclusive Christian environment. Through its trading company, Keppleway Limited, a large mansion ('Keppleway') in the Lake District was acquired which, after substantial renovation, enables the Trust to meet its charitable objective. Programmes at Keppleway stretch mental and physical capabilities and deliberately promote the inclusion of disabled and disadvantaged people so that their conditions of life might be improved.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

Achievement and performance

Due to the continued COVID 19 global pandemic, the financial year 2020/2021 proved to be an extremely challenging year. Although the first national lockdown had been lifted during the previous financial year, confidence in booking residential or day activity experiences remained very low as two further national lockdowns followed in November 2020 and January 2021. For the part-year that the Centre was open, 73 groups were able to visit compared to 38 the previous year, undertaking mostly non-residential visits. With the majority of our traditional markets such as schools unable to make plans until at least mid-May, we relied on a large number of new, smaller groups supported by our Participation Inclusion Fund (below) to generate income for the Centre.

The Participation Inclusion Fund, launched in October 2020 and supported by intensive fund-raising has transformed our engagement with community and charity-based groups supporting less advantaged young people since the advent of the pandemic. The Fund has also proved to be a lifeline for dozens of these groups, as well as many low-income families, in providing over 1,700 highly subsidised places for vital activity-based visits, with most coming here for their first time. Reflecting on this, the High Sheriff of Cumbria noted when he met several groups to benefit from the Fund that, 'the many wonderful and transformative experiences we heard from groups of disadvantaged young people visiting Keppleway during COVID was wonderful. Raising funds to be able to offer these fantastic subsidies to so many young lives this year is one of a small number of great things to come out of COVID.'

Continued.....

Trustees' report *(continued)*

Achievement and performance (continued)

Keppleway continued to take advantage of the support available from the government through grants, furlough arrangements and loans and also through the generosity of donors which along with the decision to furlough most of the staff team allowed the Centre to survive until the end of this financial year and beyond.

We continued to build important relationships and partnerships with organisations reaching beyond the locality, such as the Universities and Colleges Christian Fellowship (UCCF), the Church Pastoral Aid Society (CPAS), the Lake District National Park (LDNP), The Outdoor Partnership, and Active Cumbria. We have also gained the interest and public endorsement of local MPs.

Despite the difficulties in attracting guests during the pandemic, we have continued to maintain and develop the building with the replacement of the hot water system and repairs to the plumbing, made possible by welcome external grants. This is in addition to internal decoration and maintenance such as additional damp-proofing.

Our thanks are also due to all of those who have made this continued momentum possible. To the staff team in particular, but also to my fellow trustees, to our donors, to our returning user groups, to our essential prayerful supporters and to the Broughton-in-Furness community. The combined efforts of all of these groups have enabled our inclusive journey to continue and to evolve even through a period of great uncertainty and vulnerability.

Burundi Link – The Bethesda Project

Keppleway has continued to raise funds, provide training and technical support to the Bethesda Project in Burundi. It is part of the outreach work of the Anglican Diocese of Musinga and focuses on helping the sick, poor, disabled and outcasts in Musinga and surrounding villages.

Disability is not well understood in the region, and children with any sort of problem are typically denied education. Bethesda intervenes in many cases by educating families, facilitating / providing medical appointments / medication and aids such as prosthetics and wheelchairs. It also seeks to ensure a means of making a living for those who have none and who are often shunned as a result of their problems. It is a privilege to be involved in this ministry.

During this Covid year the role of the Bethesda Project has been even more important in this impoverished nation. The 4x4 vehicle used by the project became unsafe so a campaign was launched in UK to raise funds for a replacement. We are delighted to say that the £20,000 target was achieved and a vehicle has now been purchased in Burundi.

Management Development

In line with good practice, and very much as part of the work of the Development Team, we continue to develop our internal systems, support our staff, implement, review and amend our policies in order to deliver the best possible service to our guests.

Thanks

Donations and grants are vital to the development of the Centre. We are very grateful to all of our supporters and donors.

Financial review and results for the year

The Trust's year end is 30 September, and the accounts are independently examined annually. The consolidated results are shown in the unaudited accounts attached to this report.

Investment Policy

The Trustees do not envisage the Trust holding investments in the foreseeable future apart from shares in its trading subsidiary. Any shares donated to the group will be sold as soon as they are fully listed.

Continued.....

Trustees' report *(continued)*

Reserves Policy

The groups available reserves at 30 September 2021 are in deficit by £708,435 (2020: £727,708) (Charity reserves in deficit by £68,324 (2020: £83,170)). Of this amount £696,404 (2020: £706,370) represents long term loan liabilities (Charity £239,140 (2020: £239,140)) which are not due for repayment until more than 12 months from the balance sheet date. After allowing for the above the Groups short term free reserve deficit amounts to £12,041 (2020: £21,338) (Charity reserves are positive by £27,300 (2020: in deficit by £36,818)). The trustees aim to return the Group deficit to a positive position by a satisfactory conclusion to the negotiations which are taking place which are detailed in note 1 on Going Concern.

Future Development

Work on our five-year Strategic Plan is in abeyance while we consider the short, medium and long-term impact of Covid-19. This has put fresh impetus into applying for grant assistance to replace loss of residential and activity income, and negotiating payment holidays on loans as well as reducing every other expenditure category to the lowest feasible level. Our Strategic Director has refocused our marketing on the Participation Inclusion Fund (above), where generous support from grant making trusts enables us to offer significant bursaries to many hundreds of disadvantaged and disabled members of mixed ability groups. This is generating interest in day activities and creating relationships which will be interested in residential experiences once the COVID pandemic is controlled or government advice more consistent.

The most significant development is the long-anticipated partnership with another Christian trust (as detailed in Note 1, Going Concern, below). Over the coming years, the beneficial impact of low interest funding leading to a 'sale and lease back' arrangement, will lower our operating costs, enable significant investment in the premises and secure Keppleway Trust's work and future.

Structure, governance and management

Governing Document

The charity is governed by its Trust deed dating from 1992. The Trustees are granted wide powers of investment and of application of Trust funds towards the charitable objects of the Trust except that they may not undertake permanent trading activities in raising funds to achieve its objects.

Governing body

The charity is governed by its trustees, of whom there are currently five. They are responsible for the administration of the objects of the Trust, having overall control and holding the legal, financial and management responsibility of the charity. They meet at least quarterly, but also receive regular reports from the Management Group.

Recruitment, appointment, induction and training of new Trustees

Potential new trustees are approached by the Chairman on the basis of eligibility, availability, expertise and personal competence. They are normally invited to join the Keppleway Management Group before being invited to become a trustee. On the group, they are introduced to all of the workings of the Charity. As trustees, they receive copies of Charity Commission newsletters and are informed of training courses that may be suitable for them.

Group structure and relationships

On 1 January 1995 the Trust signed a 99 year lease agreement with Keppleway Limited, which is wholly owned by the Trust, to secure the exclusive use of the property at Keppleway and enable the Trust to further its charitable objectives. The results of Keppleway Limited are shown in note 15 to the financial statements.

Risk Management

The Trustees have identified the major risks to which the charity is exposed. Those risks have been reviewed and systems established to mitigate them. In keeping under review the Trust's activities, Trustees are mindful of the potential for any changes to the present range of risks, especially those concerning the arrival of Covid-19 and will adjust systems when and where required.

Trustees' report *(continued)*

Statement of trustees' responsibilities

The trustees 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).

The law applicable to charities in England & Wales/Northern Ireland 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 of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, 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 operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed.

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 Reverend J R Libby
Chairman of the Trustees

Date 13/06/2022

Independent Examiner's Report to the Trustees of the Keppleway Trust

I report to the charity trustees on my examination of the accounts of the charity (the 'parent charity') and its subsidiary (the 'group') for the year ended 30 September 2021 which are set out on pages 10 to 28.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts (both parent and group) carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

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:

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

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

Colin Johnson

Colin Johnson FCCA
MHA Moore & Smalley
Chartered Accountants
Kendal House
Murley Moss Business Village
Oxenholme Road
Kendal. Cumbria. LA9 7RL

Date13/06/2022.....

Consolidated statement of financial activities

for the year ended 30 September 2021

	Notes	Restricted funds	2021 Unrestricted funds	Total	2020 Total
		£	£	£	£
Income and endowments from:					
Donations and legacies	2	42,164	26,882	69,046	105,853
Charitable activities:					
Grants received	3	80,600	83,182	163,782	84,390
Accommodation and activities income		-	181,002	181,002	136,244
Other trading activities		-	729	729	915
Other		-	645	645	3,078
Total income and endowments		122,764	292,440	415,204	330,480
Expenditure					
Raising funds:					
Fundraising trading		-	677	677	836
Fundraising costs		-	32,770	32,770	30,620
Charitable activities					
Provision of accommodation and activities		41,451	257,187	298,638	269,901
Other		-	25,120	25,120	15,024
Total expenditure	4	41,451	315,754	357,205	316,381
Net income/ (expenditure)		81,313	(23,314)	57,999	14,099
Transfers between funds	14	(41,265)	41,265	-	-
Tax on activities		-	(2,617)	(2,617)	(2,642)
Net movement in funds		40,048	15,334	55,382	11,457
Reconciliation of funds:					
Fund balance brought forward	14	40,013	24,369	64,382	52,925
Fund balance carried forward	13, 14	80,061	39,703	119,764	64,382

Trust statement of financial activities

for the year ended 30 September 2021

	Notes	Restricted funds £	2021 Unrestricted funds £	Total £	2020 Total £
Income and endowments from:					
Donations and legacies	2	42,164	26,882	69,046	105,853
Charitable activities:					
Grants received	3	80,600	56,682	137,282	59,390
Accommodation and activities income		-	181,002	181,002	136,244
Other		-	5,452	5,452	7,887
Total income and endowments		122,764	270,018	392,782	309,374
Expenditure					
Raising funds:					
Fundraising costs		-	12,561	12,561	15,282
Advertising & Marketing		-	20,209	20,209	15,338
Charitable activities:					
Provision of accommodation and activities		41,451	235,331	276,782	260,394
Other		-	29,385	29,385	15,024
Total expenditure	4	41,451	297,486	338,937	306,038
Unrealised loss on investment	9	-	-	-	(17,000)
Net income/ (expenditure)		81,313	(27,468)	53,845	(13,664)
Transfers between funds	14	(41,265)	41,265	-	-
Net movement in funds		40,048	13,797	53,845	(13,664)
Reconciliation of funds:					
Fund balance brought forward		40,013	24,797	64,810	78,474
Fund balance carried forward		80,061	38,594	118,655	64,810

Balance sheet
at 30 September 2021

	<i>Note</i>	Group		Charity	
		30 Sept 2021	30 Sept 2020	30 Sept 2021	30 Sept 2020
		£	£	£	£
Fixed assets					
Tangible assets	8	748,138	752,077	78,918	79,967
Investments	9	-	-	28,000	28,000
		<u>748,138</u>	<u>752,077</u>	<u>106,918</u>	<u>107,967</u>
Current assets					
Stocks		2,727	1,668	2,258	1,308
Debtors: amounts falling due within one year	10	16,434	6,736	16,434	6,736
Debtors: amounts falling due after more than one year	10	-	-	143,516	192,788
Cash at bank and in hand		160,753	96,192	156,909	44,387
		<u>179,914</u>	<u>104,596</u>	<u>319,117</u>	<u>245,219</u>
Creditors: amounts falling due within one year	11	(111,884)	(85,921)	(68,240)	(49,236)
Net current assets		<u>68,030</u>	<u>18,675</u>	<u>250,877</u>	<u>195,983</u>
Total assets less current liabilities		<u>816,168</u>	<u>770,752</u>	<u>357,795</u>	<u>303,950</u>
Creditors: amounts falling due after more than one year	12	(696,404)	(706,370)	(239,140)	(239,140)
Net assets		<u><u>119,764</u></u>	<u><u>64,382</u></u>	<u><u>118,655</u></u>	<u><u>64,810</u></u>
Income funds					
Restricted funds	13, 14	80,061	40,013	80,061	40,013
Unrestricted funds	13, 14	39,703	24,369	38,594	24,797
		<u><u>119,764</u></u>	<u><u>64,382</u></u>	<u><u>118,655</u></u>	<u><u>64,810</u></u>

These financial statements were approved by the board of Trustees on 13/06/2022
and were signed on its behalf by:



.....
The Reverend JR Libby
Trustee

Notes (forming part of the financial statements)

1. Accounting policies

Basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. 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) issued in October 2019, the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

The Keppleway Trust meets the definition of a public entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

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

Funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. There are no designated funds in the period.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income and gains are allocated to the appropriate fund.

Income recognition policies

All incoming resources are included in the Statement of Financial Activities (SOFA) when it is probable the charity will be legally entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income.

- Accommodation and activity income are recognised when the party has stayed at the premises and the service has been provided. If a stay spans the year end, income will be accrued for the proportion of the stay falling into the earlier year.
- Voluntary income is received by way of grants, donations and gifts and is included in full in the SOFA when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity are recognised when the charity becomes unconditionally entitled to the grant. For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received.
- The value of services provided by volunteers is not incorporated into these financial statements. Where services are provided to the charity as a donation that would normally be purchased from our suppliers, this contribution is included in the financial statements at an estimate based on the value of the contribution to the charity. Donated services and facilities are analysed in note 2.
- Investment income is included when receivable.

Notes (continued)

1. Accounting policies (continued)

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions 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. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources.

Other costs comprise the costs of running the charity, including strategic planning for its future development, also external audit, any legal advice for the trustees, and all the costs of complying with constitutional and statutory requirement, such as the costs of Trustees' meetings and of preparing statutory accounts and satisfying public accountability.

Rent charged to the charity by its subsidiary company is treated as a cost of the charity, and the intra-group income and costs are excluded from the consolidated figures.

Tangible fixed assets and depreciation

Tangible fixed assets are capitalised and included at cost including any incidental costs of acquisition. Assets which are used by the group for direct charitable purposes are allocated as such. There are no assets otherwise classified.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight line basis over their expected useful economic life as follows:

Freehold property	Nil
Leasehold improvements	Nil
Fixtures and fittings	10%/20%
Equipment	10%/20%
Motor vehicles	25%/12.5% for motorcars 10% with residual value of £1,000 for minibuses
Equipment in Burundi	33%

The trustees perform annual impairment reviews to ensure that the recoverable amount is not lower than the carrying value.

Operating leases

Rentals payable under operating leases are charged against income based on occupancy levels.

Investments

Current asset investments are stated at market value at the balance sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the period.

Fixed asset investments are stated at cost less any provision for permanent diminution in value.

Stock

Stock consists of finished goods for resale and is valued at the lower of cost and net realisable value.

Notes (continued)

1. Accounting policies (continued)

Related party transactions

The Trustees have taken advantage of the exemption in the FRS 102 and have not disclosed related party transactions with its subsidiary undertaking.

Pensions: Defined Contribution

The Charity set up a pension scheme with The Peoples' Pension in March 2016 to comply with automatic enrolment requirements. Contributions to the scheme are charged in the SOFA as they become payable.

Going concern

The trustees are mindful of the risk that Covid-19 and variants could still negatively affect residential user groups. However, there is great encouragement from the way activity income and total income have continued strongly and the amounts which the first year of our Participation Inclusion Fund (PIF) has provided. This PIF formed part of our business development strategy - the subsidised places which it provides are also attracting full group bookings around the several disadvantaged or disabled members supported by the PIF. This has enhanced Kepplewray's profile and attracted new user groups. Other funds have been provided by supportive trusts which are financing repairs and renewals to the building.

Post financial year end the PIF has continued to contribute strongly and the order book also remains strong. We are disappointed that the long proposed sale and lease back arrangement for the building has not yet materialised but this is still very much anticipated with the other party lending funds as a gesture of good will while arrangements are finalised. We have also been accepted as preferred partners in a regional regeneration scheme which could add greatly to our profile and guest proposal.

With these projects, our income and order book strong and costs flexible and constrained out of necessity to navigate COVID, the trustees are satisfied that it is appropriate to prepare the accounts on a going concern basis.

Notes (continued)

1. Accounting policies (continued)

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

2. Donations and gifts

	2021		2020	
	Group £	Charity £	Group £	Charity £
Individuals	53,604	53,604	54,033	54,033
Donated facilities	9,566	9,566	9,566	9,566
Charitable foundations	5,876	5,876	17,254	17,254
Companies	-	-	25,000	25,000
	69,046	69,046	105,853	105,853

Of the £69,046 received in 2021 (2020: £105,853) £42,164 was restricted funds (2020: £45,234) and £26,882 was unrestricted (2020: £60,619).

The charity is indebted to individuals for providing interest-free loans to the group. The value placed on this contribution is £9,566 (2020: £9,566), (Trust £9,566 (2020: £9,566)). The income equivalent is recognised within incoming resources as a donation, and an equivalent charge is included within interest payable.

3. Grants received

	2021	2021	2020	2020
	Group	Charity	Group	Charity
	£	£	£	£
Agnes Dixon Trust	8,000	8,000	-	-
All Churches Trust	7,500	7,500	-	-
Alpkit Foundation	500	500	-	-
Anonymous	1,600	1,600	-	-
Archer Trust	3,000	3,000	-	-
Beatrice Laing Trust	5,000	5,000	-	-
Bramall Foundation	-	-	10,000	10,000
Bruce Wake Charitable Trust	-	-	1,380	1,380
CGP Trust	1,750	1,750	-	-
Cumbria Community Foundation	3,000	3,000	1,500	1,500
Edward Gosling Foundation	-	-	3,600	3,600
Firdale Christian Trust *	1,000	1,000	-	-
Frieda Scott Charitable Trust	7,500	7,500	-	-
Hadfield Trust	3,000	3,000	2,000	2,000
Harold & Alice Bridges Charity	3,000	3,000	-	-
Hedley Foundation	3,600	3,600	-	-
HMRC Job Retention Scheme *	48,182	48,182	38,320	38,320
John Gilpin Trust	-	-	2,000	2,000
Keswick 2 Barrow *	-	-	190	190
Kingmoor Park Charitable Trust *	5,000	5,000	-	-
Kingmoor Park Charitable Trust	5,000	5,000	-	-
Lord Barnaby Foundation	1,500	1,500	-	-
Lord Barnaby Foundation *	2,500	2,500	-	-
McConks	500	500	-	-
Proven Family Trust	-	-	400	400
Rawdon-Smith Trust	900	900	-	-
Rumic Foundation	500	500	-	-
Sir John Fisher Foundation	20,000	20,000	-	-
SLDC Business Support Grant *	26,500	-	25,000	-
Solomon's Charitable Trust	750	750	-	-
Whirlwind Charitable Trust	4,000	4,000	-	-
	163,782	137,282	84,390	59,390

Grants marked with a (*) represent unrestricted grants, all other grants are restricted.

Notes (continued)

4. Total expenditure – Group

	Staff costs	Other direct costs	Other allocated costs	2021
	£	£	£	£
Fundraising trading	-	677	-	677
Fundraising costs	8,621	3,939	-	12,560
Advertising	17,170	3,039	-	20,209
Provision of accommodation and activities	120,666	173,707	-	294,373
Other	15,719	13,666	-	29,385
Exceptional item	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	162,176	195,029	-	357,205
	<hr/>	<hr/>	<hr/>	<hr/>

	Staff costs	Other direct costs	Other allocated costs	2020
	£	£	£	£
Fundraising trading	-	836	-	836
Fundraising costs	3,282	12,000	-	15,282
Advertising	2,961	12,377	-	15,338
Provision of accommodation and activities	134,521	135,380	-	269,901
Other	9,848	5,176	-	15,024
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	150,612	165,769	-	316,381
	<hr/>	<hr/>	<hr/>	<hr/>

Staff costs as per Note 6. Other direct costs include:

	2021	2020
	£	£
Accountants' remuneration	7,340	8,973
Depreciation and profit on disposal of asset	14,909	16,051
Interest payable	18,726	20,415
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)

4. Total expenditure (continued) – Charity

	Staff costs	Other direct costs	Other allocated costs	2021
	£	£	£	£
Fundraising costs	8,621	3,939	-	12,560
Advertising	17,170	3,039	-	20,209
Provision of accommodation and activities	120,666	156,117	-	276,783
Other	15,719	13,666	-	29,385
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	162,176	176,761	-	338,937
	<hr/>	<hr/>	<hr/>	<hr/>

	Staff costs	Other direct costs	Other allocated costs	2020
	£	£	£	£
Fundraising costs	3,282	12,000	-	15,282
Advertising	2,961	12,377	-	15,338
Provision of accommodation and activities	134,521	125,873	-	260,394
Other	9,848	5,176	-	15,024
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	150,612	155,426	-	306,038
	<hr/>	<hr/>	<hr/>	<hr/>

Staff costs as per Note 6. Other direct costs include:

	2021	2020
	£	£
Accountants' remuneration	4,100	5,176
Depreciation and profit on disposal of asset	12,019	13,161
Interest payable	9,566	9,577
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)

5. Trustees' remuneration

The Trustees received no remuneration during the year, either from the charity, or from Keppleway Limited in their capacity as directors (2020: £Nil). Reimbursement of travel and meeting expenses to trustees amounted to £Nil (2020: £Nil).

6. Staff numbers and costs

The total wages and salaries costs for the group were as follows:

	2021	2020
	£	£
Wages and salaries	151,089	140,133
Social security costs	5,108	4,924
Pension costs	5,979	5,555
Group total	162,176	150,612

There were no employees receiving more than £60,000 in the year (2020: None).

The average number of employees during the year, analysed by function, was as follows:

	Number of employees	
	2021	2020
Cost of generating funds	1	1
Charitable activities	4	4
Management and administration of the charity	3	3
Group total	8	8

Keppleway Limited has a total of 2 (2020: 2) directors.

Notes (continued)

7. Pensions

Defined Contribution Scheme: contributions amounted to £5,979 (2020: £5,555). There were no amounts outstanding at the period end (2020: £Nil). Of the £5,979 in 2021 (2020: £5,555) £nil was restricted costs (2020: £nil) and £5,979 unrestricted costs (2020: £5,555).

8. Tangible fixed assets

Group	Freehold land and buildings	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 October 2020	802,717	263,043	51,043	1,116,803
Additions	-	598	10,500	11,098
Disposals	-	-	(2,995)	(2,995)
At 30 September 2021	802,717	263,641	58,548	1,124,906
Depreciation				
At 1 October 2020	106,984	231,722	26,020	364,726
Charge for year	-	9,121	5,916	15,037
Disposals	-	-	(2,995)	(2,995)
At 30 September 2021	106,984	240,843	28,941	376,768
Net book value				
At 30 September 2021	695,733	22,798	29,607	748,138
At 30 September 2020	695,733	31,321	25,023	752,077

All of the fixed assets of the group are used by the group for direct charitable purposes.

Notes (continued)

8. Tangible fixed assets (continued)

Charity	Land and leasehold improvements	Equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 October 2020	67,477	168,217	51,043	286,737
Additions	-	598	10,500	11,098
Disposals	-	-	(2,995)	(2,995)
At 30 September 2021	67,477	168,815	58,548	294,840
Depreciation				
At 1 October 2020	27,477	153,273	26,020	206,770
Charge for year	-	6,231	5,916	12,147
Disposals	-	-	(2,995)	(2,995)
At 30 September 2021	27,477	159,504	28,941	215,922
Net book value				
At 30 September 2021	40,000	9,311	29,607	78,918
At 30 September 2020	40,000	14,944	25,023	79,967

All of the charity's fixed assets are used by the charity for direct charitable purposes.

Notes (continued)

9. Investments

Fixed asset investments: Investments in subsidiary undertaking

	2021 £	2020 £
Charity		
Ordinary £1 shares in Keppleway Limited		
Cost at 1 October 2020 and 30 September 2021	116,000	116,000
Net book value		
Net book value at 1 October 2020	28,000	45,000
Unrealised loss on investment	-	(17,000)
Net book value at 30 September 2021	28,000	28,000

10. Debtors

	2021 £	2020 £
Group		
Trade debtors	12,134	3,353
Other debtors	4,300	3,383
	16,434	6,736
Charity		
Trade debtors	12,134	3,353
Other debtors	4,300	3,383
Group company (*)	143,516	192,788
	159,950	199,524

*The amount owing from the group company is due after more than one year. The charity's subsidiary company, Keppleway Limited, is currently reliant on the charity to assist with bank loan repayments. Keppleway Limited is not currently in a position to repay the group debt. Accordingly, this debtor is stated as being due after more than one year. As stated in note 1, page 14, Going Concern, the Trustees are in negotiation with a supportive trust to secure long-term finance to restructure the group's financial affairs which will assist with the repayment of outstanding debts.

Notes (continued)

11. Creditors: amounts falling due within one year

	2021 £	2020 £
Group		
Bank loans and overdrafts	34,000	28,500
Trade creditors	21,030	13,780
Other taxation and social security	4,883	3,799
Accruals and deferred income	51,971	39,842
	<hr/>	<hr/>
	111,884	85,921
	<hr/> <hr/>	<hr/> <hr/>

Movements in deferred income are as follows:

	2021 £	2020 £
Balance at 1 October 2020	26,323	42,353
Amount (released)/deferred in the year	22,525	(16,030)
	<hr/>	<hr/>
Balance as at 30 September 2021	48,848	26,323
	<hr/> <hr/>	<hr/> <hr/>

The bank loan and overdraft are secured by a first legal charge over the land and buildings of Keppleway Limited.

	2021 £	2020 £
Charity		
Bank overdraft	-	-
Trade creditors	16,837	11,237
Other taxation and social security	2,266	1,157
Accruals and deferred income	49,137	36,842
	<hr/>	<hr/>
	68,240	49,236
	<hr/> <hr/>	<hr/> <hr/>

Movements in deferred income are as follows:

	2021 £	2020 £
Balance at 1 October 2020	26,323	42,353
Amount (released)/deferred in the year	22,525	(16,030)
	<hr/>	<hr/>
Balance as at 30 September 2021	48,848	26,323
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)

12. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Group		
Bank loans	442,764	495,730
Other loans	287,640	239,140
	<u>730,404</u>	<u>734,870</u>
Analysis of loans		
	£	£
Wholly repayable within five years:		
By instalments	48,333	48,221
Other than by instalments	287,640	239,140
Not wholly repayable within five years:		
By instalments	394,431	447,509
Other than by instalments	-	-
	<u>730,404</u>	<u>734,870</u>
Included in current liabilities	(34,000)	(28,500)
	<u>696,404</u>	<u>706,370</u>

Notes *(continued)*

12. Creditors: amounts falling due after more than one year *(continued)*

The Barclays Bank loan (£394,432) is repayable over twenty-five years and will be repaid in full by December 2033. It bears interest at 2% over base rate. The bank loan is secured by a fixed charge over the freehold property of Keppleway Limited. The flexible business loan with Barclays Bank, taken out in November 2015, also secured by a fixed charge over the freehold property of Keppleway Limited, was repaid in full in March 2021. Consequently, the amount of secured liabilities at 30 September 2021 amounted to £394,432 (2020: £445,730).

A government-secured bounce back loan for £50,000 was taken out with Barclays Bank in July 2020, to ease the impact of the coronavirus restrictions. Monthly repayments on this loan commenced in August 2021 and will be repaid in full by July 2026.

Other loans totalling £287,640 (2020: £239,140) are interest free. The Directors and Trustees have received assurance from the lender confirming there is no obligation to repay before July 2023.

	2021 £	2020 £
Charity		
Other loans	239,140	239,140
Bank loans	-	-
	<u>239,140</u>	<u>239,140</u>
Analysis of loans		
	£	£
Wholly repayable within five years		
By instalments	-	-
Other than by instalments	239,140	239,140
Not wholly repayable within five years		
By instalments	-	-
Other than by instalment	-	-
	<u>239,140</u>	<u>239,140</u>
Included in current liabilities	-	-
	<u>239,140</u>	<u>239,140</u>

13. Analysis of group net assets between funds

2021	Restricted funds £	Unrestricted funds £	Total funds £
Group			
Tangible fixed assets	-	748,138	748,138
Current assets	80,061	99,853	179,914
Current liabilities	-	(111,884)	(111,884)
Long term liabilities	-	(696,404)	(696,404)
	<u>80,061</u>	<u>39,703</u>	<u>119,764</u>
	=====	=====	=====
2020	Restricted funds £	Unrestricted funds £	Total funds £
Group			
Tangible fixed assets	-	752,077	752,077
Current assets	40,013	64,583	104,596
Current liabilities	-	(85,921)	(85,921)
Long term liabilities	-	(706,370)	(706,370)
	<u>40,013</u>	<u>24,369</u>	<u>64,382</u>
	=====	=====	=====

14. Statement of funds - Group

2021	General funds £	Restricted funds £	Total £
At beginning of year	24,369	40,013	64,382
Income and endowments	292,440	122,764	415,204
Resources expended	(315,754)	(41,451)	(357,205)
Transfer	41,265	(41,265)	-
Tax payable	(2,617)	-	(2,617)
	<u>39,703</u>	<u>80,061</u>	<u>119,764</u>
	=====	=====	=====
2020	General funds £	Restricted funds £	Total £
At beginning of year	30,780	22,145	52,925
Income and endowments	264,366	66,114	330,480
Resources expended	(275,411)	(40,970)	(316,381)
Transfer	7,276	(7,276)	-
Tax payable	(2,642)	-	(2,642)
	<u>24,369</u>	<u>40,013</u>	<u>64,382</u>
	=====	=====	=====

Notes (continued)

14. Statement of funds – Group (continued)

The general reserve represents the free funds of the charity which are not designated for particular purposes.

The other transfers made between funds (as shown in the statement of financial activities) relate to restricted income which has been expended on assets and is no longer required to be shown within the restricted funds balance.

15. Subsidiary company

The charity owns the whole of the issued share capital of Keppleway Limited, a company registered in England. The subsidiary owns the property leased to the charity, from which the charity's activities take place. All activities of the company have been consolidated on a line by line basis in the SOFA.

A summary of the results of the subsidiary is shown below:

Keppleway Limited

	Total 2021	Total 2020
	£	£
Turnover	5,521	9,498
Cost of sales	(676)	(836)
Gross profit/(loss)	4,845	8,662
Administrative expenses	(27,191)	(22,899)
Other operational income	26,500	25,000
Net profit/(loss)	4,154	10,763
Tax payable	(2,617)	(2,642)
	1,537	8,121
The aggregate of the assets, liabilities and funds was:		
Assets	673,534	724,274
Liabilities	(644,425)	(696,702)
	29,109	27,572

Notes *(continued)*

16. Related party transactions

There were no related party transactions during the current and previous year.

17. Taxation

As a charity, Keppleway Trust is exempt from tax on income and gains falling within sections 472-474 of the Corporation Tax Act 2010, sections 478-489 of the Corporation Tax Act 2010, or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

18. Control

There is no single controlling party of the Trust in the current and previous year.

19. Operating Lease

Keppleway Trust leases the premises from Keppleway Limited under a 99-year lease dated 1 January 1995. The annual rental is subject to occupancy levels but will not exceed £70,000.

Detailed Trust income and expenditure account for the year ended 30 September 2021

	2021 £	2020 £
Incoming resources		
Donations	22,341	77,780
Grants received	89,100	21,070
Gift aid and covenant income	19,460	28,073
Accommodation income	181,002	136,244
Other income	5,453	6,482
Events	27,244	1,405
Government grants	48,182	38,320
Total incoming resources	392,782	309,374
Direct charitable expenditure		
Salaries	162,176	150,612
Freelancers	28,850	9,203
Bethesda costs	33,972	18,629
Expenses	-	204
Staff costs	224,998	178,648
Rental	4,793	8,583
Rates and premises cost	13,469	18,715
Repairs and maintenance	26,756	16,367
Accommodation provision costs	31,749	29,542
Establishment costs	76,767	73,207
Total direct charitable expenditure	301,765	251,855
Other expenditure		
Advertising & Marketing	6,939	12,377
Fundraising	40	12,000
Other costs	6,979	24,377
Telephone, postage and carriage	2,464	1,776
Audit and accountancy	4,100	5,176
Bank charges and interest	507	481
Loan interest	9,566	9,577
Depreciation and profit on disposal of fixed asset	12,019	12,796
Bad debt	1,537	-
Administrative expenses	30,193	29,806
Unrealised loss on investment	-	17,000
Total expenses	338,937	323,038
Net movement in funds	53,845	(13,664)

This page does not form part of the statutory financial statements.

THE KEPPLEWRAY TRUST

England & Wales - Charity number 1015762

Accounts

The Keppleway Trust
*Trustees Report and
Consolidated Financial
Statements*
*For the Year Ended
30 September 2020*

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Reference and administrative details

Registered charity number	1015762
Chairman	Revd JR Libby
Trustees	Revd JR Libby ME Browne MG Libby S Bevan C Armstrong
Centre Manager	Mr Neil Addington
Registered Address	The Keppleway Centre Keppleway Hill Broughton-in-Furness Cumbria LA20 6HE
Solicitors	Burnetts, Carlisle
Bankers	Barclays Bank Plc, Kendal, Cumbria
Registered accountants	MHA Moore and Smalley, Kendal

Trustees' report

The Trustees present their report and the financial statements of the Trust for the year ended 30 September 2020. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Trust.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Trust's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Reference and Administrative Information

The Causeway Trust was created by a Declaration of Trust dated 24 September 1992 and was registered as a charity on 16 December 1992. By a deed dated 1 October 1994 the Trust's name was changed to The Keppleway Trust. The charity is registered with the Charity Commission under charity number 1015762. The Trustees, executive officers and principal addresses of the Charity, together with its professional advisers, are given on page 3.

Objects, aims, objectives and activities

Charitable Objective

The main objective of the Trust is the advancement of the education and awareness of individuals and groups of disabled and non-disabled people through residential and day programmes of adventure, learning, challenge and relaxation in a fully accessible and inclusive Christian environment. Through its trading company, Keppleway Limited, a large mansion ('Keppleway') in the Lake District was acquired which, after substantial renovation, enables the Trust to meet its charitable objective. Programmes at Keppleway stretch mental and physical capabilities and deliberately promote the inclusion of disabled and disadvantaged people so that their conditions of life might be improved.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

Achievement and performance

Due to the Covid 19 global pandemic, 2019/2020 proved to be an extremely challenging year. Once the national lockdown was imposed, The Keppleway Centre was prevented from welcoming guests from March until mid-July which severely affected the business. This was disappointing as the first quarter of the financial year had proved to be extremely busy.

During the financial year when the Centre was open a total of 38 groups with 1,067 guests were welcomed compared with 24 groups with 649 guests over the same period the previous year. These groups stayed for a total of 1,303 bed nights compared to 981 during the same period in the previous year. With such a noticeable increase on the previous year it was disappointing to have to close the Centre during what would have been the busiest part of the year. Purely on bookings that were cancelled another 37 groups would have visited Keppleway and 915 guests would have experienced our activities compared to 46 groups with 1411 guests in the same period in the previous year. In addition to this we would have expected additional bookings to materialise as the year went on increasing our numbers further.

Keppleway took advantage of the support available from the government through grants, furlough arrangements and loans and also through the generosity of donors which along with the decision to furlough most of the staff team allowed the Centre to survive until the end of this financial year and beyond.

Feedback from guests has continued to prove positive and many of the groups that have had to cancel moved their booking to the next year.

Continued.....

Trustees' report (continued)

Achievement and performance (continued)

The priority for Keppleway remains as delivering excellent programmes in excellent premises to all the people who experience (and therefore are touched by) our ethos and energy. This, we hope, is true for our staff as well as for our guests. We are developing our trainee instructor programme in partnership with the diocese and with the national church 'IX12' pioneer placement scheme, enabling the career of a young person to be developed by providing a mix of activity training and practical work, assisting them to gain outdoor activity qualifications and useful experience towards church leadership.

Our Strategic Director (appointed last year) was funded by external donations to strengthen Keppleway's Aim and Ethos, and to focus on marketing the Centre to new user groups, including combined cadet contingents, churches, and more disability charities. Initially only for 12 months to look at different areas of business and ways of generating income, this role has proved essential and now is added to the full-time staff. The Strategic Director's initiative coupled with generous support from our donor network and trusts, created a Participation Inclusion Fund (PIF) to enable those with disabilities and disadvantages to participate in Keppleway's programmes. The foundations of this Fund were laid this year and post year end we are already seeing significant improvement in bookings:

Ahead of the 2020-21 season, new user groups account for just over one-third of our expected group bookings income (essentially from April – Sept 2021). This is calculated as follows:

- The expected value of **70** group invoices is circa **£128,750**. This figure includes Broughton Primary meals and some pipeline bookings, and will increase further based on current demand.
- Of these, 38 invoices (54%) are/will be for **new groups** with an expected value of **£32,000 (25% of total)**.
- A further **£25,000** will be paid from the new Participation Inclusion Fund, 98% of which goes to new groups. This boosts *total* group bookings income to circa **£153,750**.
- Therefore so far booked for the season 2020/21, **new groups** will account for circa **£56,500 (36%)** of total group bookings income.

As well as the PIF, Keppleway has increased the number of day visitors and are now offering day activity packages for schools and other user groups in addition to the residential offering. The School Holiday Club started two years ago continues to go from strength to strength with some days over-subscribed. This has been achieved with a grant from the local parish council to enable more local young people to experience outdoor activities.

In order to deliver the level of service and accommodation that such groups require, it is good to report that we have continued to invest in the fabric of the building and the services to our guests. This year and post year end we have made essential repairs and upgrades to the heating system. This is in addition to the internal redecoration of the building that is part of regular upkeep of the estate.

Our thanks are also due to all of those who have made this continued momentum possible. To the staff team in particular, but also to my fellow trustees, to our donors, to our returning user groups, to our essential prayerful supporters and to the Broughton-in-Furness community. The combined efforts of all of these groups have enabled our inclusive journey to continue and to evolve even through a period of great uncertainty and vulnerability.

Continued.....



Trustees' report *(continued)*

Burundi Link – The Bethesda Project

Keppleway has continued to raise funds, provide training and technical support to the Bethesda Project in Burundi. It is part of the outreach work of the Anglican Diocese of Muyinga and focuses on helping the sick, poor, disabled and outcasts in Muyinga and surrounding villages.

Disability is not well understood in the region, and children with any sort of problem are typically denied education. Bethesda intervenes in many cases by educating families, facilitating / providing medical appointments / medication and aids such as prosthetics and wheelchairs. It also seeks to ensure a means of making a living for those who have none and who are often shunned as a result of their problems. It is a privilege to be involved in this ministry.

During this Covid year the role of the Bethesda Project has been even more important in this impoverished nation. The 4x4 vehicle used by the project became unsafe so, post year-end, a campaign was launched in UK to raise funds for a replacement. We are delighted to say that the £20,000 target was achieved and a vehicle is being purchased in Burundi.

Management Development

In line with good practice, and very much as part of the work of the Development Team, we continue to develop our internal systems, support our staff, implement, review and amend our policies in order to deliver the best possible service to our guests.

Thanks

Donations and grants are vital to the development of the Centre. We are very grateful to all of our supporters and donors.

Financial review and results for the year

The Trust's year end is 30 September, and the accounts are independently examined annually. The consolidated results are shown in the unaudited accounts attached to this report.

Investment Policy

The Trustees do not envisage the Trust holding investments in the foreseeable future apart from shares in its trading subsidiary. Any shares donated to the group will be sold as soon as they are fully listed.

Reserves Policy

The groups available reserves at 30 September 2020 are in deficit by £727,708 (2019: £729,441) (Charity reserves in deficit by £83,170 (2019: £73,892)). Of this amount £706,370 (2019: £670,481) represents long term loan liabilities (Charity £239,140 (2019: £239,140)) which are not due for repayment until more than 12 months from the balance sheet date. After allowing for the above the Groups short term free reserve deficit amounts to £21,338 (2019: £58,960) (Charity reserves in deficit by £36,818 (2019: £29,861)). The trustees aim to return the Group deficit to a positive position by a satisfactory conclusion to the negotiations which are taking place which are detailed in note 1 on Going Concern.

Future Development

Work on our five-year Strategic Plan is in abeyance while we consider the short, medium and long-term impact of Covid-19. This has put fresh impetus into applying for grant assistance to replace loss of residential and activity income, and negotiating payment holidays on loans as well as reducing every other expenditure category to the lowest feasible level. Our Strategic Director has refocused our marketing on the Participation Inclusion Fund, where generous support from grant making trusts enables us to offer significant bursaries to disadvantaged and disabled members in mixed ability groups. This is generating interest in day activities and creating relationships which will be interested in residential experiences once Covid-19 is controlled or government advice more consistent.

The most significant development is the long-anticipated partnership with another Christian trust (as detailed in Note 1, Going Concern, below). Over the coming years, the beneficial impact of low interest funding leading to a 'sale and lease back' arrangement, will lower our operating costs, enable significant investment in the premises and secure Keppleway Trust's work and future.

Continued.....

Trustees' report *(continued)*

Structure, governance and management

Governing Document

The charity is governed by its Trust deed dating from 1992. The Trustees are granted wide powers of investment and of application of Trust funds towards the charitable objects of the Trust except that they may not undertake permanent trading activities in raising funds to achieve its objects.

Governing body

The charity is governed by its trustees, of whom there are currently five. They are responsible for the administration of the objects of the Trust, having overall control and holding the legal, financial and management responsibility of the charity. They meet at least quarterly, but also receive regular reports from the Management Group.

Recruitment, appointment, induction and training of new Trustees

Potential new trustees are approached by the Chairman on the basis of eligibility, availability, expertise and personal competence. They are normally invited to join the Keppleway Management Group before being invited to become a trustee. On the group, they are introduced to all of the workings of the Charity. As trustees, they receive copies of Charity Commission newsletters and are informed of training courses that may be suitable for them.

Group structure and relationships

On 1 January 1995 the Trust signed a 99 year lease agreement with Keppleway Limited, which is wholly owned by the Trust, to secure the exclusive use of the property at Keppleway and enable the Trust to further its charitable objectives. The results of Keppleway Limited are shown in note 15 to the financial statements.

Risk Management

The Trustees have identified the major risks to which the charity is exposed. Those risks have been reviewed and systems established to mitigate them. In keeping under review the Trust's activities, Trustees are mindful of the potential for any changes to the present range of risks, especially those concerning the arrival of Covid-19 and will adjust systems when and where required.

Continued.....



Trustees' report *(continued)*

Statement of trustees' responsibilities

The trustees 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).

The law applicable to charities in England & Wales/Northern Ireland 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 of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, 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 operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed.

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 Reverend J R Libby
Chairman of the Trustees

Date 18/06/2021

Independent Examiner's Report to the Trustees of The Keppleway Trust

I report to the charity trustees on my examination of the accounts of the charity (the 'parent charity') and its subsidiary (the 'group') for the year ended 30 September 2020 which are set out on pages 10 to 28.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts (both parent and group) carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

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:

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

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



Ian Clark FCCA
MHA Moore & Smalley
Chartered Accountants
Kendal House
Murley Moss Business Village
Oxenholme Road
Kendal. Cumbria. LA9 7RL

Date 18/06/2021

Consolidated statement of financial activities for the year ended 30 September 2020

	Notes	2020 Restricted funds	2020 Unrestricted funds	Total	2019 Total
		£	£	£	£
Income and endowments from:					
Donations and legacies	2	45,234	60,619	105,853	48,396
Charitable activities:					
Grants received	3	20,880	63,510	84,390	9,756
Accommodation and activities income		-	136,244	136,244	295,750
Other trading activities		-	915	915	1,665
Other		-	3,078	3,078	2,624
Total income and endowments		66,114	264,366	330,480	358,191
Expenditure					
Raising funds:					
Fundraising trading		-	836	836	1,227
Fundraising costs		15,000	15,620	30,620	20,094
Charitable activities					
Provision of accommodation and activities		25,970	243,931	269,901	350,499
Other		-	15,024	15,024	14,493
Exceptional item		-	-	-	106,984
Total expenditure	4	40,970	275,411	316,381	493,297
Net income/ (expenditure)		25,144	(11,045)	14,099	(135,106)
Transfers between funds	14	(7,276)	7,276	-	-
Tax on activities		-	(2,642)	(2,642)	(2,553)
Net movement in funds		17,868	(6,411)	11,457	(137,659)
Reconciliation of funds:					
Fund balance brought forward	14	22,145	30,780	52,925	190,584
Fund balance carried forward	13, 14	40,013	24,369	64,382	52,925

Trust statement of financial activities

for the year ended 30 September 2020

	Notes	Restricted funds £	2020 Unrestricted funds £	Total £	2019 Total £
Income and endowments from:					
Donations and legacies	2	45,234	60,619	105,853	48,396
Charitable activities:					
Grants received	3	20,880	38,510	59,390	9,756
Accommodation and activities income		-	136,244	136,244	295,750
Other		-	7,887	7,887	2,624
Total income and endowments		66,114	243,260	309,374	356,526
Expenditure					
Raising funds:					
Fundraising costs		7,500	7,782	15,282	4,447
Advertising & Marketing		7,500	7,838	15,338	15,647
Charitable activities:					
Provision of accommodation and activities		25,970	234,424	260,394	356,356
Other		-	15,024	15,024	14,493
Exceptional item		-	-	-	27,477
Total expenditure	4	40,970	265,068	306,038	418,420
Unrealised loss on investment	9	-	(17,000)	(17,000)	(71,000)
Net income/ (expenditure)		25,144	(38,808)	(13,664)	(132,894)
Transfers between funds	14	(7,276)	7,276	-	-
Net movement in funds		17,868	(31,532)	(13,664)	(132,894)
Reconciliation of funds:					
Fund balance brought forward		22,145	56,329	78,474	211,368
Fund balance carried forward		40,013	24,797	64,810	78,474

Balance sheet
at 30 September 2020

	Note	Group		Charity	
		30 Sept 2020	30 Sept 2019	30 Sept 2020	30 Sept 2019
		£	£	£	£
Fixed assets					
Tangible assets	8	752,077	760,221	79,967	85,221
Investments	9	-	-	28,000	45,000
		<u>752,077</u>	<u>760,221</u>	<u>107,967</u>	<u>130,221</u>
Current assets					
Stocks		1,668	3,204	1,308	2,465
Debtors: amounts falling due within one year	10	6,736	15,852	6,736	15,852
Debtors: amounts falling due after more than one year	10	-	-	192,788	195,109
Cash at bank and in hand		96,192	50,862	44,387	49,615
		<u>104,596</u>	<u>69,918</u>	<u>245,219</u>	<u>263,041</u>
Creditors: amounts falling due within one year	11	(85,921)	(106,733)	(49,236)	(75,648)
Net current assets/(liabilities)		<u>18,675</u>	<u>(36,815)</u>	<u>195,983</u>	<u>187,393</u>
Total assets less current liabilities		<u>770,752</u>	<u>723,406</u>	<u>303,950</u>	<u>317,614</u>
Creditors: amounts falling due after more than one year	12	(706,370)	(670,481)	(239,140)	(239,140)
Net assets		<u>64,382</u>	<u>52,925</u>	<u>64,810</u>	<u>78,474</u>
Income funds					
Restricted funds	13, 14	40,013	22,145	40,013	22,145
Unrestricted funds	13, 14	24,369	30,780	24,797	56,329
		<u>64,382</u>	<u>52,925</u>	<u>64,810</u>	<u>78,474</u>

18/06/2021

These financial statements were approved by the board of Trustees on
and were signed on its behalf by:



.....
The Reverend JR Libby
Trustee

Notes (forming part of the financial statements)

1. Accounting policies

Basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. 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) issued in October 2019, the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

The Keppleway Trust meets the definition of a public entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

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

Funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. There are no designated funds in the period.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income and gains are allocated to the appropriate fund.

Income recognition policies

All incoming resources are included in the Statement of Financial Activities (SOFA) when it is probable the charity will be legally entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income.

- Accommodation and activity income are recognised when the party has stayed at the premises and the service has been provided. If a stay spans the year end, income will be accrued for the proportion of the stay falling into the earlier year.
- Voluntary income is received by way of grants, donations and gifts and is included in full in the SOFA when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity are recognised when the charity becomes unconditionally entitled to the grant. For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received.
- The value of services provided by volunteers is not incorporated into these financial statements. Where services are provided to the charity as a donation that would normally be purchased from our suppliers, this contribution is included in the financial statements at an estimate based on the value of the contribution to the charity. Donated services and facilities are analysed in note 2.
- Investment income is included when receivable.

Notes (continued)

1. Accounting policies (continued)

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions 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. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources.

Other costs comprise the costs of running the charity, including strategic planning for its future development, also external audit, any legal advice for the trustees, and all the costs of complying with constitutional and statutory requirement, such as the costs of Trustees' meetings and of preparing statutory accounts and satisfying public accountability.

Rent charged to the charity by its subsidiary company is treated as a cost of the charity, and the intra-group income and costs are excluded from the consolidated figures.

Tangible fixed assets and depreciation

Tangible fixed assets are capitalised and included at cost including any incidental costs of acquisition. Assets which are used by the group for direct charitable purposes are allocated as such. There are no assets otherwise classified.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight line basis over their expected useful economic life as follows:

Freehold property	Nil
Leasehold improvements	Nil
Fixtures and fittings	10%/20%
Equipment	10%/20%
Motor vehicles	25%/12.5% for motorcars 10% with residual value of £1,000 for minibuses
Equipment in Burundi	33%

The trustees perform annual impairment reviews to ensure that the recoverable amount is not lower than the carrying value.

Operating leases

Rentals payable under operating leases are charged against income based on occupancy levels.

Investments

Current asset investments are stated at market value at the balance sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the period.

Fixed asset investments are stated at cost less any provision for permanent diminution in value.

Stock

Stock consists of finished goods for resale and is valued at the lower of cost and net realisable value.

Notes (continued)

1. Accounting policies (continued)

Related party transactions

The Trustees have taken advantage of the exemption in the FRS 102 and have not disclosed related party transactions with its subsidiary undertaking.

Pensions: Defined Contribution

The Charity set up a pension scheme with The Peoples' Pension in March 2016 to comply with automatic enrolment requirements. Contributions to the scheme are charged in the SOFA as they become payable.

Going concern

At the time of approving the financial statements, the Covid-19 pandemic has created significant economic uncertainty. Lockdown restrictions and the heightened concern over group gatherings have had a significant impact on the number of customers visiting the Keppleway Centre since March 2020. Government regulations, guides as to 'best practice', and the preferences and priorities of our major user groups are continually changing, all of which creates further uncertainty. We are aware of the support that Government has pledged to do everything they believe necessary. Where able, we have and will continue to take advantage of the support available to ensure that we continue to operate within our available cash reserves and bank facilities through this period of uncertainty.

The financial statements have been prepared on a going concern basis. The group has net current assets of £18,675 (2019: net current liabilities £36,815) and therefore without the realisation of tangible fixed assets is dependent upon the generation of future income from all sources, including Governmental Covid-19 support packages, and the continued support of its longer-term creditors to meet these and future liabilities as they fall due.

The short-term future remains uncertain as the route out of lockdown is negotiated. We continue to be encouraged by the grant support for Participation Inclusion Fund (PIF) and the business that comes from this, even in such a climate. In addition, the trustees are in the latter stages of negotiations with a supportive trust to secure c£460,000 of long-term finance to restructure the group's financial affairs. This loan to Keppleway Trust (KT) will be interest free for at least 3 years and will enable KT to purchase the freehold property currently owned by KT's subsidiary, Keppleway Ltd (KL). In good faith, to support KT and to assist the proposed future relationship, this trust has already provided the funds to replace the c£50k Barclays Business loan. The supportive trust is then expected to exercise their option to purchase the building from KT and lease back to KT, enabling KT to better focus on its charitable activities. As part of this arrangement a 5-year lease holiday will enable significant investment in the property itself. In turn KL will then repay its existing bank mortgage and thus substantially reduce overall interest costs for the group. The transaction will also ensure the sums due from KL to KT are also fully settled. Once the bank loan in KL has been settled, the new loan, together with an existing interest free loan of c£240,000 from this trust to KT will be secured on the freehold property. The Trustees of both charities are in favour of this in principle as, because of aligned aims, there is synergy and financial benefits.

The trustees recognise that during the very uncertain times of the Covid-19 pandemic and whilst legal documentation in respect of the finance restructure with the supportive trust remains unsigned there remain material uncertainties. However, The Trustees have noted the £50k advance receipt and considered the expected level of income and expenditure for the period of 12 months from the date of authorising these financial statements and believe the group can operate within the available cash reserves and bank facilities. Expenditure has been aggressively managed and significantly reduced. Other 'day income' possibilities have been explored with some success, other grant making trusts are actively considering adding their support and the bounce back loan is drawn down but unused by way of an additional insurance policy. Several potential new user groups have been identified and are making encouraging exploratory visits and some bookings for the future. The trustees also have every confidence that the above refinancing will be in place in the very near future and in view of all the above are satisfied the group will continue as a going concern for the foreseeable future.

On the basis of the above the trustees are satisfied that it is appropriate to prepare the accounts on a going concern basis

Notes (continued)

1. Accounting policies (continued)

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

2. Donations and gifts

	2020		2019	
	Group £	Charity £	Group £	Charity £
Individuals	54,033	54,033	28,699	28,699
Donated facilities	9,566	9,566	9,566	9,566
Charitable foundations	17,254	17,254	10,131	10,131
Companies	25,000	25,000	-	-
	<u>105,853</u>	<u>105,853</u>	<u>48,396</u>	<u>48,396</u>

Of the £105,853 received in 2020 (2019: £48,396) £45,234 was restricted funds (2019: £14,715) and £60,619 was unrestricted (2019: £33,681).

The charity is indebted to individuals for providing interest-free loans to the group. The value placed on this contribution is £9,566 (2019: £9,566), (Trust £9,566 (2019: £9,566)). The income equivalent is recognised within incoming resources as a donation, and an equivalent charge is included within interest payable.

3. Grants received

	2020		2019	
	Group £	Charity £	Group £	Charity £
CGP	-	-	1,250	1,250
Keswick 2 Barrow	190	190	300	300
Proven Family Trust	400	400	-	-
Co-op Community Fund	-	-	3,076	3,076
Hadfield Trust	2,000	2,000	2,880	2,880
LCVS	-	-	250	250
Bruce Wake Charitable Trust	1,380	1,380	2,000	2,000
John Gilpin Trust	2,000	2,000	-	-
Bramall Foundation	10,000	10,000	-	-
Cumbria Community Foundation	1,500	1,500	-	-
Edward Gosling Foundation	3,600	3,600	-	-
Government Job Retention Scheme	38,320	38,320	-	-
SLDC Business Support Grant	25,000	-	-	-
	<u>84,390</u>	<u>59,390</u>	<u>9,756</u>	<u>9,756</u>

Of the £84,390 received in 2020 (2019: £9,756) (Charity: £59,390 (2019: £9,756)) £20,880 was restricted funds (2019: £9,456) (Charity £20,880 (2019: £9,456)) and £63,510 unrestricted funds (2019: £300) (Charity: £38,510 (2019: £300)).

Notes (continued)

4. Total expenditure – Group

	Staff costs	Other direct costs	Other allocated costs	2020
	£	£	£	£
Fundraising trading	-	836	-	836
Fundraising costs	3,282	12,000	-	15,282
Advertising	2,961	12,377	-	15,338
Provision of accommodation and activities	134,521	135,380	-	269,901
Other	9,848	5,176	-	15,024
Exceptional item	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	150,612	165,769	-	316,381
	<hr/>	<hr/>	<hr/>	<hr/>

	Staff costs	Other direct costs	Other allocated costs	2019
	£	£	£	£
Fundraising trading	-	1,227	-	1,227
Fundraising costs	3,687	760	-	4,447
Advertising	9,113	6,534	-	15,647
Provision of accommodation and activities	155,977	194,522	-	350,499
Other	11,061	3,432	-	14,493
Exceptional item	-	106,984	-	106,984
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	179,838	313,459	-	493,297
	<hr/>	<hr/>	<hr/>	<hr/>

Staff costs as per Note 6

Exceptional item

The exceptional item in 2019 represents a provision for diminution in value of freehold land and buildings.

Other direct costs include:

	2020	2019
	£	£
Accountants' remuneration	8,973	5,947
Depreciation	16,051	17,538
Interest payable	20,415	15,665
	<hr/>	<hr/>

Notes (continued)

4. Total expenditure (continued) – Charity

	Staff costs	Other direct costs	Other allocated costs	2020
	£	£	£	£
Fundraising costs	3,282	12,000	-	15,282
Advertising	2,961	12,377	-	15,338
Provision of accommodation and activities	134,521	125,873	-	260,394
Other	9,848	5,176	-	15,024
Exceptional item	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	150,612	155,426	-	306,038
	<hr/>	<hr/>	<hr/>	<hr/>

	Staff costs	Other direct costs	Other allocated costs	2019
	£	£	£	£
Fundraising costs	3,687	760	-	4,447
Advertising	9,113	6,534	-	15,647
Provision of accommodation and activities	155,977	200,379	-	356,356
Other	11,061	3,432	-	14,493
Exceptional item	-	27,477	-	27,477
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	179,838	238,582	-	418,420
	<hr/>	<hr/>	<hr/>	<hr/>

Staff costs as per Note 6

Exceptional item

The exceptional item in 2019 represents a provision for diminution in value of freehold land and buildings.

Other direct costs include:

	2020	2019
	£	£
Accountants' remuneration	5,176	3,432
Depreciation	13,161	14,648
Interest payable	9,577	9,566
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)

5. Trustees' remuneration

The Trustees received no remuneration during the year, either from the charity, or from Keppleway Limited in their capacity as directors (2019: £Nil). Reimbursement of travel and meeting expenses to trustees amounted to £Nil (2019: £Nil).

6. Staff numbers and costs

The total wages and salaries costs for the group were as follows:

	2020	2019
	£	£
Wages and salaries	140,133	167,444
Social security costs	4,924	6,887
Pension costs	5,555	5,507
Group total	150,612	179,838

There were no employees receiving more than £60,000 in the year (2019: None).

The average number of employees during the year, analysed by function, was as follows:

	Number of employees	
	2020	2019
Cost of generating funds	1	1
Charitable activities	4	4
Management and administration of the charity	3	3
Group total	8	8

Keppleway Limited now has a total of 2 (2019: 3) directors. The director who resigned from Keppleway Ltd in August 2020 remains a trustee of Keppleway Trust.

Notes (continued)

7. Pensions

Defined Contribution Scheme: contributions amounted to £5,555 (2019: £5,507). There were no amounts outstanding at the period end (2019: £Nil). Of the £5,555 in 2020 (2019: £5,507) £nil was restricted costs (2019: £nil) and £5,555 unrestricted costs (2019: £5,507).

8. Tangible fixed assets

Group	Freehold land and buildings £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost				
At 1 October 2019	802,717	255,730	51,043	1,109,490
Additions	-	7,907	-	7,907
Disposals	-	(594)	-	(594)
At 30 September 2020	802,717	263,043	51,043	1,116,803
Depreciation				
At 1 October 2019	106,984	220,870	21,415	349,269
Charge for year	-	11,446	4,605	16,051
Disposals	-	(594)	-	(594)
At 30 September 2020	106,984	231,722	26,020	364,726
Net book value				
At 30 September 2020	695,733	31,321	25,023	752,077
At 30 September 2019	695,733	34,860	29,628	760,221

All of the fixed assets of the group are used by the group for direct charitable purposes.

Notes (continued)

8. Tangible fixed assets (continued)

Charity	Land and leasehold improvements	Equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 October 2019	67,477	160,904	51,043	279,424
Additions	-	7,907	-	7,907
Disposals	-	(594)	-	(594)
At 30 September 2020	67,477	168,217	51,043	286,737
Depreciation				
At 1 October 2019	27,477	145,311	21,415	194,203
Charge for year	-	8,556	4,605	13,161
Disposals	-	(594)	-	(594)
At 30 September 2020	27,477	153,273	26,020	206,770
Net book value				
At 30 September 2020	40,000	14,944	25,023	79,967
At 30 September 2019	40,000	15,593	29,628	85,221

All of the charity's fixed assets are used by the charity for direct charitable purposes.

Notes (continued)

9. Investments

Fixed asset investments: Investments in subsidiary undertaking

	2020 £	2019 £
Charity		
Ordinary £1 shares in Keppleway Limited		
Cost at 1 October 2019 and 30 September 2020	116,000	116,000
Net book value		
Net book value at 1 October 2019	45,000	116,000
Unrealised loss on investment	(17,000)	(71,000)
Net book value at 30 September 2020	28,000	45,000

10. Debtors

	2020 £	2019 £
Group		
Trade debtors	3,353	8,580
Other debtors	3,383	7,272
	6,736	15,852
Charity		
Trade debtors	3,353	8,580
Other debtors	3,383	7,272
Group company (*)	192,788	195,109
	199,524	210,961

*The amount owing from the group company is due after more than one year. The charity's subsidiary company, Keppleway Limited, is currently reliant on the charity to assist with bank loan repayments. Keppleway Limited is not currently in a position to repay the group debt. Accordingly, this debtor is stated as being due after more than one year. As stated in note 1, page 14, Going Concern, the Trustees are in negotiation with a supportive trust to secure long-term finance to restructure the group's financial affairs which will assist with the repayment of outstanding debts.

Notes (continued)

11. Creditors: amounts falling due within one year

	2020	2019
	£	£
Group		
Bank loans and overdrafts	28,500	23,500
Trade creditors	13,780	24,910
Other taxation and social security	3,799	5,028
Accruals and deferred income	39,842	53,295
	<hr/>	<hr/>
	85,921	106,733
	<hr/> <hr/>	<hr/> <hr/>

Movements in deferred income are as follows:

	2020	2019
	£	£
Balance at 1 October 2019	42,353	33,562
Amount (released)/deferred in the year	(16,030)	8,791
	<hr/>	<hr/>
Balance as at 30 September 2020	26,323	42,353
	<hr/> <hr/>	<hr/> <hr/>

The bank loan and overdraft are secured by a first legal charge over the land and buildings of Keppleway Limited.

	2020	2019
	£	£
Charity		
Bank overdraft	-	-
Trade creditors	11,237	22,378
Other taxation and social security	1,157	2,475
Accruals and deferred income	36,842	50,795
	<hr/>	<hr/>
	49,236	75,648
	<hr/> <hr/>	<hr/> <hr/>

Movements in deferred income are as follows:

	2020	2019
	£	£
Balance at 1 October 2019	42,353	33,562
Amount (released)/deferred in the year	(16,030)	8,791
	<hr/>	<hr/>
Balance as at 30 September 2020	26,323	42,353
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)

12. Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Group		
Bank loans	495,730	454,841
Other loans	239,140	239,140
	<u>734,870</u>	<u>693,981</u>
Analysis of loans		
	£	£
Wholly repayable within five years:		
By instalments	48,221	49,492
Other than by instalments	239,140	239,140
Not wholly repayable within five years:		
By instalments	447,509	405,349
Other than by instalments	-	-
	<u>734,870</u>	<u>693,981</u>
Included in current liabilities	(28,500)	(23,500)
	<u>706,370</u>	<u>670,481</u>

Notes (continued)

12. Creditors: amounts falling due after more than one year (continued)

The Barclays Bank loan (£397,509) is repayable over twenty-five years and will be repaid in full by December 2033. It bears interest at 2% over base rate. The bank loan is secured by a fixed charge over the freehold property of Keppleway Limited. A flexible business loan with Barclays Bank was taken out in November 2015, also secured by a fixed charge over the freehold property of Keppleway Limited. This loan has since been repaid in full in March 2021. The aggregate amount of secured liabilities at 30 September 2020 amounted to £445,730 (2019: £454,841).

A government-secured bounce back loan for £50,000 was taken out with Barclays Bank in July 2020, to ease the impact of the coronavirus restrictions.

Other loans totalling £239,140 (2019: £239,140) are interest free. The Directors and Trustees have received assurance from the lender confirming there is no obligation to repay before January 2022.

	2020 £	2019 £
Charity		
Other loans	239,140	239,140
Bank loans	-	-
	<u>239,140</u>	<u>239,140</u>
Analysis of loans		
	£	£
Wholly repayable within five years		
By instalments	-	-
Other than by instalments	239,140	239,140
Not wholly repayable within five years		
By instalments	-	-
Other than by instalment	-	-
	<u>239,140</u>	<u>239,140</u>
Included in current liabilities	-	-
	<u>239,140</u>	<u>239,140</u>

**13. Analysis of group net assets between funds
2020**

	Restricted funds	Unrestricted funds	Total funds
	£	£	£
Group			
Tangible fixed assets	-	752,077	752,077
Current assets	40,013	64,583	104,596
Current liabilities	-	(85,921)	(85,921)
Long term liabilities	-	(706,370)	(706,370)
	<u>40,013</u>	<u>24,369</u>	<u>64,382</u>
	<u><u>40,013</u></u>	<u><u>24,369</u></u>	<u><u>64,382</u></u>
2019			
Group			
Tangible fixed assets	-	760,221	760,221
Current assets	22,145	47,773	69,918
Current liabilities	-	(106,733)	(106,733)
Long term liabilities	-	(670,481)	(670,481)
	<u>22,145</u>	<u>30,780</u>	<u>52,925</u>
	<u><u>22,145</u></u>	<u><u>30,780</u></u>	<u><u>52,925</u></u>

14. Statement of funds - Group

2020	General funds	Restricted funds	Total
	£	£	£
At beginning of year	30,780	22,145	52,925
Income and endowments	264,366	66,114	330,480
Resources expended	(275,411)	(40,970)	(316,381)
Transfer	7,276	(7,276)	-
Tax payable	(2,642)	-	(2,642)
	<u>24,369</u>	<u>40,013</u>	<u>64,382</u>
	<u><u>24,369</u></u>	<u><u>40,013</u></u>	<u><u>64,382</u></u>
2019			
	£	£	£
At beginning of year	168,860	21,724	190,584
Income and endowments	334,020	24,171	358,191
Resources expended	(470,578)	(22,719)	(493,297)
Transfer	1,031	(1,031)	-
Tax payable	(2,553)	-	(2,553)
	<u>30,780</u>	<u>22,145</u>	<u>52,925</u>
	<u><u>30,780</u></u>	<u><u>22,145</u></u>	<u><u>52,925</u></u>

Notes (continued)

14. Statement of funds – Group (continued)

The general reserve represents the free funds of the charity which are not designated for particular purposes.

The other transfers made between funds (as shown in the statement of financial activities) relate to restricted income which has been expended on assets and is no longer required to be shown within the restricted funds balance.

15. Subsidiary company

The charity owns the whole of the issued share capital of Keppleway Limited, a company registered in England. The subsidiary owns the property leased to the charity, from which the charity's activities take place. All activities of the company have been consolidated on a line by line basis in the SOFA.

A summary of the results of the subsidiary is shown below:

Keppleway Limited

	Total 2020	Total 2019
	£	£
Turnover	9,498	34,792
Cost of sales	(836)	(1,227)
Gross profit	8,662	33,565
Administrative expenses	(22,899)	(27,270)
Other operational income	25,000	-
Exceptional item	-	(79,507)
Net profit/(loss)	10,763	(73,212)
Tax payable	(2,642)	(2,553)
	8,121	(75,765)
The aggregate of the assets, liabilities and funds was:		
Assets	724,274	676,986
Liabilities	(696,702)	(657,535)
	27,572	19,451

Notes *(continued)*

16. Related party transactions

There were no related party transactions during the current year. Loans totalling £29,600 from Reverend J R Libby (trustee) and Mrs D Libby to Keppleway Trust were repaid in full during the previous year. Loans totalling £65,500 from J H Powley (previously a trustee) to Keppleway Ltd were repaid in full during the previous year.

17. Taxation

As a charity, Keppleway Trust is exempt from tax on income and gains falling within sections 472-474 of the Corporation Tax Act 2010, sections 478-489 of the Corporation Tax Act 2010, or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

18. Control

There is no single controlling party of the Trust in the current and previous year.

19. Operating Lease

Keppleway Trust leases the premises from Keppleway Limited under a 99 year lease dated 1 January 1995. The annual rental is subject to occupancy levels but will not exceed £70,000 plus VAT.

Detailed Trust income and expenditure account for the year ended 30 September 2020

	2020 £	2019 £
Incoming resources		
Donations	77,780	25,509
Grants received	21,070	9,756
Gift aid and covenant income	28,073	22,887
Accommodation income	136,244	295,750
Other income	6,482	21
Events	1,405	2,603
Government grants	38,320	-
Total incoming resources	309,374	356,526
Direct charitable expenditure		
Salaries	150,612	179,838
Freelancers	9,203	15,590
Bethesda costs	18,629	10,719
Expenses	204	551
Staff costs	178,648	206,698
Rental	8,583	33,127
Rates and premises cost	18,715	24,073
Repairs and maintenance	16,367	39,415
Accommodation provision costs	29,542	50,341
Establishment costs	73,207	146,956
Total direct charitable expenditure	251,855	353,654
Other expenditure		
Advertising & Marketing	12,377	6,535
Fundraising	12,000	760
Other costs	24,377	7,295
Telephone, postage and carriage	1,776	1,997
Audit and accountancy	5,176	3,432
Bank charges and interest	481	598
Loan interest	9,577	9,566
Depreciation and profit on disposal of fixed asset	12,796	14,401
Administrative expenses	29,806	29,994
Exceptional item	-	27,477
Unrealised loss on investment	17,000	71,000
Total expenses	323,038	489,420
Net movement in funds	(13,664)	(132,894)

This page does not form part of the statutory financial statements.

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