

FOUNDATION FOR SOCIAL AND ECONOMIC THINKING

TRUSTEES REPORT
AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 APRIL 2021

REGISTERED CHARITY NUMBER: 1057509

FOUNDATION FOR SOCIAL AND ECONOMIC THINKING

LEGAL AND ADMINISTRATIVE INFORMATION

TRUSTEES

Lord Charles Cecil
Richard Simmons CBE
Professor Thomas Pink
Dr Sheila Lawlor

SECRETARY

Dr Sheila Lawlor

PRINCIPAL OFFICE

14a Eccleston Street,
London SW1E 6DY

SOLICITOR

Charles Russell Speechlys
5 Fleet Place
London
EC4M 7RD

BANKERS

Lloyds Bank Plc
Cambridge
CB2 3HQ

FOUNDATION FOR SOCIAL AND ECONOMIC THINKING

Trustees Report Period ended 30 April 2021

The trustees submit their annual report and the financial statements of the Foundation for Social and Economic Thinking (the Charity FSET) for the period ended 30 April 2021. The trustees confirm that the annual report and financial statements of the Charity comply with current statutory requirements, the requirements of the Charity's governing document and the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

METHOD OF APPOINTMENT/ELECTION PROCESS

The management of the Charity is the responsibility of the trustees. The trustees may not be less than three in number and the power of appointing new trustees without restriction in number is vested in the trustees under the terms of the Trust deed.

CONSTITUTION POLICIES AND OBJECTIVES

The Charity is constituted under a Trust deed on 18 June 1996 and is a registered charity number 1057509.

The principal object of the Charity is to fund research studies, conferences and seminars which promote the education of the public in constitutional, economic and social issues that confront the United Kingdom.

There have been no changes in the objectives since the last annual report.

ORGANISATIONAL STRUCTURE AND DECISION MAKING

The trustees who served throughout the period are set out on page 1.

The trustees meet at regular intervals in order to consider and assess applications for grants for which they are solely responsible for approving or refusing.

RELATED PARTY RELATIONS

FSET enjoys, as its founding principles require, a close relationship with Politeia. Politeia is a non-profit making company limited by guarantee, whose principal activity is that of informing and encouraging public discussion on the relationship between the state and the people by way of seminars, conferences and publications. FSET has made most of its grants to Politeia during the current financial period, but in this financial period, as previously, some of these grants were to support joint projects with other charities or not for profit educational organisations. It is completely open to applications from any other body. FSET has also

worked together with the Institute for Policy Research on projects related to policy research.

FOUNDATION FOR SOCIAL AND ECONOMIC THINKING

Trustees Report for the year ended 30 April 2021
Continued

REVIEW OF THE ACTIVITIES AND FUTURE DEVELOPMENTS

As set out in the Statement of Financial Activities, the totals of incoming and expended resources were £52,000 and £57,985 respectively (2020: £105,942 and £84,736) respectively). On-going research projects, all of which were carried out through the auspices of Politeia, comprised studies relating to education reform, human rights law, the operation of the justice system, the framework for future international trade, the UK's future constitutional relationship with the EU and the implications of Brexit for UK taxation. The Charity automatically receives a copy of all published work, which is also made publicly available.

EMPLOYEES

The Charity does not employ any staff directly; all of the administration is on a voluntary basis by personnel vetted by the trustees. This is likely to continue for the foreseeable future.

RESERVES AND INVESTMENT POLICIES

It is the policy of the Charity to maintain reserves at a minimum, the intention being to use its incoming resources in order to carry out its stated objectives; consequently, the trustees consider that an investment policy is inappropriate.

TRUSTEES' RESPONSIBILITIES

Charity law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the Charity and of the surplus or deficit of the Charity for that period. In preparing those financial statements the trustees have:

- Selected suitable accounting policies and applied them consistently
- made judgements and estimates that are reasonable and prudent
- stated whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepared the financial statements on a going concern basis (unless it is inappropriate to presume that the Trust will continue in operation).

The trustees have overall responsibility for ensuring that the Charity has an appropriate system of controls, financial and otherwise. They are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the assets of the Charity and hence for taking reasonable steps for the detection and prevention of fraud and other irregularities.

FOUNDATION FOR SOCIAL AND ECONOMIC THINKING

Trustees Report for the year ended 30 April 2021
Continued

RISK MANAGEMENT

The trustees have assessed the major risks to which the Charity is exposed, in particular those relating to the operations and finances of the Charity, and are satisfied that systems are in place to mitigate our exposure to the major risks.

This report was approved by the trustees on and signed
on its behalf,
by:

Dr Sheila Lawlor

FOUNDATION FOR SOCIAL AND ECONOMIC THINKING

Independent examiner's report to the trustees of the Foundation for Social and Economic Thinking.

I report on the accounts of the Trust for the year ended 30 April 2021, which are set out on pages 5 and 6.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Basis of independent examiner's statement.

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement.

In connection with my examination, no matter has come to my attention:

- (i) which gives me reasonable cause to believe that in any material respect the requirements:
 - To keep accounting records in accordance with section 130 of the 2011 Act and

- To prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act have not been met; or
- (ii) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

NJ Diss, Independent Examiner
Chartered Accountant
Reardon & Co Limited,
Ash House, Breckenwood Road
Fulbourn, Cambridge, CB21 5DQ

FOUNDATION FOR SOCIAL AND ECONOMIC THINKING

STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD ENDED 30 APRIL 2021

	Total and Unrestric ted Funds 2021 £	Total and Unrestric ted Funds 2020 £
INCOMING RESOURCES		
Donations including income tax recoverable	52,000	105,942
Investment income comprising bank interest received	-	-
	-----	-----
TOTAL INCOMING RESOURCES	52,000	105,942
	-----	-----
RESOURCES EXPENDED		
Charitable expenditure:		
Grants payable – institutional (Note 2)	53,500	60,500
Administration (Note 5)	15,285	24,256
	-----	-----
TOTAL RESOURCES EXPENDED (Note 5)	68,785	84,736
	-----	-----
NET MOVEMENT IN FUNDS FOR THE YEAR	(16,785)	21,186
TOTAL FUNDS AT 30 APRIL 2020	39,311	18,125

TOTAL FUNDS AT 30 APRIL 2021	----- £22,526 =====	----- £39,311 =====
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The statement of financial activities includes all gains and losses recognised in the current period and previous year.

The notes on page 8 form part of these financial statements.

FOUNDATION FOR SOCIAL AND ECONOMIC THINKING

STATEMENT OF ASSETS AND LIABILITIES AT 30 APRIL 2021

	2021 £	2020 £
CURRENT ASSETS		
Prepayment	-	10,800
Cash at bank	23,401	29,386
Other debtors	-	-
	----- 23,401	----- 40,186
CREDITORS: Amounts falling due within one year (Note 3)	(875)	(875)
NET CURRENT ASSETS	----- £22,526 =====	----- £39,311 =====
TOTAL ASSETS	----- £22,526 =====	----- £39,311 =====

	2021 £	2020 £
REPRESENTED BY FUNDS:		
Unrestricted – General funds	£22,526	£39,311
	=====	=====
		=

APPROVED BY THE TRUSTEES ON

SIGNED ON BEHALF OF TRUSTEES

Richard Simmons

Lord Charles Cecil

FOUNDATION FOR SOCIAL AND ECONOMIC THINKING

NOTES TO THE FINANCIAL STATEMENTS 2021

1. ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention on a receipts and payments basis.

FUND ACCOUNTING

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. There were no restricted funds for the period under review.

INCOMING RESOURCES

All incoming resources are included in the SOFA when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Income tax recoverable in relation to donations received under Gift Aid is recognised at the time of the donation.

RESOURCES EXPENDED

Grants payable are charged in the year when the offer is made except on those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as committed, but not accrued as expenditure.

2. GRANTS PAYABLE TO INSTITUTIONS	2021	2020
	£	£
Grants payable to Politeia	53,500	£60,500
	=====	=====
3. CREDITORS		
Accounts payable	£875	£875
	=====	=====
4. DEBTORS		
Other debtors	£-	£-
	=====	=====

FOUNDATION FOR SOCIAL AND ECONOMIC THINKING

NOTES TO THE FINANCIAL STATEMENTS 2021

5. RESOURCES EXPENDED	2021	2020
Administration	£	£
Rent & rates	14,685	23,171
Accountancy	600	600
Insurance	-	485
	-----	-----
	15,285	£24,256
	=====	=====

6. NET INCOMING RESOURCES/RESOURCES EXPENDED

No trustee has received any remuneration, benefits in kind or reimbursement of expenses in the year or previous period.