

REGISTERED CHARITY NUMBER: 1066850

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023
FOR
LANCASTER FOUNDATION**

Jones Harris Limited
Statutory Auditors
17 St Peters Place
Flectwood
Lancashire
FY7 6EB

LANCASTER FOUNDATION

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LANCASTER FOUNDATION

REPORT OF THE TRUSTEES for the year ended 31 March 2023

The trustees present their report with the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Lancaster Foundation has been founded on Christian principles offering medical and practical support to the suffering, disadvantaged and marginalised people throughout the UK and Africa. Additionally the foundation is committed to numerous ongoing local and national youth and community projects.

Grants are awarded at the absolute discretion of the board of trustees. Although many applications are received, the administrative structure of the charity does not allow for the consideration of unsolicited requests for grant funding.

Due to the nature of the projects that are awarded grants, the trustees endeavour to monitor their progress and become actively involved in them wherever this is practical. The ongoing success of projects is assessed when subsequent applications for funding are made.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Foundation's aims and objectives and in planning future activities and setting the grant making policy for the year.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the year the Foundation continued to support charities promoting a Christian ethos undertaking practical projects addressing poverty and social issues both in the UK and Africa. Details of grants made in the year can be seen at note 8 to the financial statements.

Investment performance

Investment income has fallen slightly from £3,414,408 last year to £3,394,770. The fall in investment income in part relates to loans being repaid on which the Foundation had been receiving interest.

The aim of the investment portfolio is to generate sufficient income on an ongoing basis to cover grant funding and ongoing operating costs whilst preserving capital value. However, during 2023 markets have fallen which have adversely affected capital values of most of the investments.

FINANCIAL REVIEW

Financial position

Management of the various investment portfolios has generated income during the year enabling all grants and expenditure for the year to be met.

Principal funding sources

The charity generates income through its investments and in accordance with the trust deed, the trustees have the power to invest in such stocks, shares, investments and property in the UK as they see fit. The Trustees retain and take advice from an independent financial advisor. The policy is to adopt a low risk investment strategy based on maximising income within this strategy in order to cover annual expenditure and donations.

Reserves policy

It is the policy of the charity to maintain sufficient free reserves at a level to generate income adequate to cover annual donations and management and administration costs. Unrestricted funds were maintained at this level throughout the year.

As at the year end, the value of reserves held by the Foundation was £64,985,878 (2022 - £67,922,929).

FUTURE PLANS

The trustees continuously evolve the Foundation's strategic giving plans; however the trustees remain committed to its Christian principles by supporting charities undertaking practical projects in the community and addressing poverty and social issues.

LANCASTER FOUNDATION

REPORT OF THE TRUSTEES for the year ended 31 March 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust dated 2 July 1997 and constitutes a registered charity. Charity number 1066850.

Recruitment and appointment of new trustees

The trustees currently foresee no requirement to recruit/appoint new trustees. However, should the need arise, the trustees will seek advice from suitably qualified advisors to help establish the specific skills required and identify prospective candidates.

Should new trustees be taken on, suitable induction procedures will be undertaken and relevant training provided where a need is identified.

Organisational structure

The trustees who have served during the year and since the year end are set out on page 3.

A board of trustees of four members are involved day to day in the activities of the charity but they also meet more formally when significant decisions are taken such as the investment of funds.

The organisational structure includes a Development Director who was appointed by the trustees to ensure that Trust monies are invested carefully and to gain a sustainable income wherever possible. The Development Director also works with other staff to evaluate charitable projects and future commitments.

Remuneration packages for key management are reviewed annually, taking account of the general market for such roles.

Related parties

Mr J E Lancaster, Mrs R Lancaster and Mr S J Lancaster are also trustees of The Grand at Clitheroe, a charitable company limited by guarantee. The Lancaster Foundation is currently providing funding to the Grand to assist the development and day to day running costs of the Grand and also the Skate Park.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1066850

Principal address

Turret House
Edisford Road
Clitheroe
Lancashire
BB7 2LA

Trustees

Dr J E Lancaster MBE
Mrs R Lancaster MBE
Mr S J Lancaster
Mrs J R Broadhurst

Auditors

Jones Harris Limited
Statutory Auditors
17 St Peters Place
Fleetwood
Lancashire
FY7 6EB

LANCASTER FOUNDATION

REPORT OF THE TRUSTEES for the year ended 31 March 2023

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

Handelsbanken
1st Floor, Wallander House
Capricorn Business Park
Blakewater Road
Blackburn
Lancashire
BB1 5QR

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make 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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the 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 trustees have had due regard to guidance published by the Charities Commission on public benefit.

Approved by order of the board of trustees on20/12/2023..... and signed on its behalf by:


.....
Dr J E Lancaster MBE - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF LANCASTER FOUNDATION

Opinion

We have audited the financial statements of Lancaster Foundation (the 'charity') for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF LANCASTER FOUNDATION

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- 1) Discussions with trustees and management, including consideration of known or suspected instances of non-compliance with laws and regulation and fraud. This includes legislation that affects the running of the Foundation such as the Charities Act 2011 and current payroll and employment legislation.
- 2) Challenging assumptions and judgements made by the trustees and management in their significant accounting estimates, most significantly the valuation of investment property.
- 3) Identifying and testing journal entries, in particular those posted with unusual account combinations. This includes reviewing significant entries around the year end and any journals posted throughout the year that are outside the normal pattern of monthly journals.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Jones Harris Limited
Statutory Auditors
17 St Peters Place
Fleetwood
Lancashire
FY7 6EB

Date: 20/12/2023

LANCASTER FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 March 2023

	Notes	2023 Unrestricted fund £	2022 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2	150	-
Investment income	3	3,394,770	3,414,408
Total		<u>3,394,920</u>	<u>3,414,408</u>
 EXPENDITURE ON			
Charitable activities	4		
Making Grants to Institutions		<u>2,745,111</u>	<u>3,041,969</u>
Net gains/(losses) on investments		<u>(3,586,860)</u>	<u>6,229,035</u>
NET INCOME/(EXPENDITURE)		<u>(2,937,051)</u>	<u>6,601,474</u>
 RECONCILIATION OF FUNDS			
Total funds brought forward		<u>67,922,929</u>	<u>61,321,455</u>
 TOTAL FUNDS CARRIED FORWARD		<u><u>64,985,878</u></u>	<u><u>67,922,929</u></u>

The notes form part of these financial statements

LANCASTER FOUNDATION
STATEMENT OF FINANCIAL POSITION
31 March 2023

	Notes	2023 Unrestricted fund £	2022 Total funds £
FIXED ASSETS			
Tangible assets	10	716,123	729,567
Investments			
Investments	11	25,055,002	28,460,662
Investment property	12	36,932,554	44,432,554
		<u>62,703,679</u>	<u>73,622,783</u>
CURRENT ASSETS			
Debtors	13	747,010	946,033
Cash at bank and in hand		5,912,900	1,711,865
		<u>6,659,910</u>	<u>2,657,898</u>
CREDITORS			
Amounts falling due within one year	14	(4,377,711)	(8,357,752)
NET CURRENT ASSETS		<u>2,282,199</u>	<u>(5,699,854)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>64,985,878</u>	<u>67,922,929</u>
NET ASSETS		<u>64,985,878</u>	<u>67,922,929</u>
FUNDS	15		
Unrestricted funds		<u>64,985,878</u>	<u>67,922,929</u>
TOTAL FUNDS		<u>64,985,878</u>	<u>67,922,929</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 20/12/2023 and were signed on its behalf by:



 Dr J E Lancaster MBE - Trustee

LANCASTER FOUNDATION

STATEMENT OF CASH FLOWS
for the year ended 31 March 2023

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	(71,593)	918,274
Interest paid		(167,486)	(175,419)
Finance costs paid		-	76
Tax paid		-	(4,296)
Net cash (used in)/provided by operating activities		(239,079)	738,635
Cash flows from investing activities			
Purchase of tangible fixed assets		(27,741)	(9,836)
Purchase of fixed asset investments		(200,000)	(50,001)
Purchase of investment property		-	(3,843,644)
Sale of fixed asset investments		200,000	50,427
Sale of investment property		7,311,865	-
Interest received		49,610	177,000
Dividends received		1,106,380	1,003,794
Net cash provided by/(used in) investing activities		8,440,114	(2,672,260)
Cash flows from financing activities			
New loans in year		-	1,139,025
Loan repayments in year		(4,000,000)	-
Net cash (used in)/provided by financing activities		(4,000,000)	1,139,025
Change in cash and cash equivalents in the reporting period		4,201,035	(794,600)
Cash and cash equivalents at the beginning of the reporting period		1,711,865	2,506,465
Cash and cash equivalents at the end of the reporting period		5,912,900	1,711,865

The notes form part of these financial statements

LANCASTER FOUNDATION

**NOTES TO THE STATEMENT OF CASH FLOWS
for the year ended 31 March 2023**

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £	2022 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(2,937,051)	6,601,474
Adjustments for:		
Depreciation charges	41,185	35,887
Losses/(gain) on investments	3,593,795	(6,229,035)
Interest received	(49,610)	(177,000)
Interest paid	167,486	175,419
Finance costs	-	(76)
Dividends received	(1,106,380)	(1,003,794)
Decrease in debtors	199,023	1,691,919
Increase/(decrease) in creditors	19,959	(176,520)
Net cash (used in)/provided by operations	<u>(71,593)</u>	<u>918,274</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/22 £	Cash flow £	At 31/3/23 £
Net cash			
Cash at bank and in hand	1,711,865	4,201,035	5,912,900
	<u>1,711,865</u>	<u>4,201,035</u>	<u>5,912,900</u>
Total	<u>1,711,865</u>	<u>4,201,035</u>	<u>5,912,900</u>

The notes form part of these financial statements

LANCASTER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Going concern

The charity's trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. There are no material uncertainties about the charity's ability to continue as a going concern. Therefore, the accounts have been prepared on a going concern basis.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Long leasehold	- 2% on cost
Improvements to property	- 10% on cost
Fixtures and fittings	- 20% on cost
Motor vehicles	- 5 to 10 years

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. Such cost includes costs directly attributable to making the asset capable of operating as intended. Depreciation is provided on all property, plant and equipment, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life. The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

Investment property

Investment properties are stated at fair value being their market value at the balance sheet date in accordance with the Charities SORP (FRS 102).

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

LANCASTER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2023

1. ACCOUNTING POLICIES - continued

Fund accounting

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Investments

Listed investments are shown at their market values. Unlisted investments are valued following an assessment of the company's financial performance. Any aggregate surplus or deficit arising from changes in the market value is transferred to gains and losses on investment assets on the statement of financial activities.

Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand and short term deposits with an original maturity date of three months or less. For the purpose of the consolidated cash flow statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

Short-term debtors and creditors

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the income statement in other operating expenses.

Interest-bearing loans and borrowings

All interest-bearing loans and borrowings which are basic financial instruments are initially recognised at the present value of cash payable to the bank (including interest). After initial recognition they are measured at amortised cost using the effective interest rate method, less impairment. The effective interest rate amortisation is included in finance revenue in the income statement.

2. DONATIONS AND LEGACIES

	2023	2022
	£	£
Donations	150	-
	<u> </u>	<u> </u>

LANCASTER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2023

3. INVESTMENT INCOME

	2023	2022
	£	£
Rents received	2,193,253	2,169,918
Insurance re-charges	47,862	70,169
Other fixed asset invest - FII	1,106,380	1,003,794
Deposit account interest	37,807	3
Other interest receivable	9,468	170,524
	<u>3,394,770</u>	<u>3,414,408</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 5) £	Support costs (see note 6) £	Totals £
Making Grants to Institutions	<u>348,408</u>	<u>2,141,068</u>	<u>255,635</u>	<u>2,745,111</u>

5. GRANTS PAYABLE

	2023	2022
	£	£
Making Grants to Institutions	<u>2,141,068</u>	<u>2,558,228</u>

Grants were paid to institutions during the year in order to further the charitable aims of the Foundation - see also the Report of the Trustees. They were paid to the following institutions:

	2023	2022
	£	£
Achievement through collaboration - 3G Pitch	-	175,000
A J Hunter - Presence	5,292	8,100
Alpha International	-	10,000
Betel of Britain	60,000	60,000
Big Church Day Out	50,000	30,000
Breakout Trust	-	7,000
Charis Ministries	11,000	7,000
Changing Tunes	-	1,000
Cheer Trust	13,000	8,000
Christchurch Harpurhey	8,000	20,500
Christchurch Clevedon	5,000	5,000
Christians Against Poverty	12,000	12,000
Christian Solidarity	-	15,000
Church Mission Society	3,000	3,000
Cinnamon Network	27,500	55,000
Community Resources	15,000	15,000
Community Solutions	-	1,000
Cry in the Dark	1,500	-
CSW	15,000	-
CUSP	1,000	-
Dignity	-	17,000
Evangelical Alliance	10,000	10,000
Every Life International	131,000	130,500
4Front Theatre	-	5,000
Gateway Trust	5,000	5,000
Hidden Treasure	1,000	18,000

LANCASTER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023

5. GRANTS PAYABLE - continued

Home Start	10,000	10,500
Hope Metro	-	105,526
Hope Together	10,000	10,000
Image and Pregnancy Helpline	8,000	2,000
International Aid Trust	-	10,000
International Aid Trust - Ukraine	-	25,000
International Needs	1,000	-
Joanna Guardian Angel	7,200	7,200
Just-Ice Poynton	2,000	10,000
Kairos Housing	29,489	-
Kyria Network	5,000	5,000
Light	-	20,000
Linden Church	26,587	37,968
Love and Joy Ministries	72,000	72,000
Magdalene Project	27,000	27,000
Make Jesus Known	-	20,000
Marriage Foundation	8,000	-
Mary's Meals	158,928	158,928
Medair UK	10,000	-
Message Trust	212,052	212,052
Message Trust - Prison Ministry and Lighthouse School	95,820	95,820
Message Trust - extra gift	75,000	-
Message Trust - Community grocery project	-	38,000
Mission Aviation Fellowship	50,000	50,000
NewDay	10,000	-
New Generation Music and Mission	125,504	130,504
Nightsafe	11,000	25,000
Noah Initiative	-	5,000
Oasis Centre	46,261	46,261
Open Arms International	77,286	69,337
Open Arms for Rachel	1,044	1,044
Oriel Ministries	1,000	-
Others (less than £1,000)	805	2,278
PAIS	25,000	-
Philo Trust	-	15,000
Proclaim Trust	10,000	10,000
Ribblesdale Wanderers	3,000	-
Saltmine Trust	96,000	96,000
Salvation Army	1,300	1,300
Sophie Hayes Foundation	15,000	20,500
Sporting Marvels	20,000	20,000
Stonyhurst Charity Day	1,000	1,000
St James Parish Church	10,000	-
St James Parish Church for CAP	2,500	12,500
SW Youth Ministries	10,000	5,000
Tear Fund	-	10,000
The Grand at Clitheroe	15,000	122,160
The Wayfayer Trust	26,500	26,500
TLG the Education Charity	50,000	50,000
The 180 Project	92,250	70,250
The Big Give	20,000	15,000
24-7 Prayer	175,000	145,000
Urban Saints	25,000	25,000
Visible Ministries	57,250	42,500
Wren Bakery	31,000	16,000
Youthscape	-	40,000

LANCASTER FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023**

5. GRANTS PAYABLE - continued

2,141,068	2,558,228
<u>2,141,068</u>	<u>2,558,228</u>

6. SUPPORT COSTS

	Governance costs £
Making Grants to Institutions	255,635
	<u>255,635</u>

7. AUDITORS' REMUNERATION

Included within expenditure are amounts payable to the charity's auditors in respect of statutory audit and other financial services. These were £7,090 and £5,768 respectively.

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

9. STAFF COSTS

	2023 £	2022 £
Wages and salaries	139,681	112,471
Social security costs	10,197	7,409
	<u>149,878</u>	<u>119,880</u>

The average monthly number of employees during the year was as follows:

	2023	2022
Administrative	1	1
Management	2	2
Grounds	1	1
	<u>4</u>	<u>4</u>

The number of employees whose total employee benefits excluding pension contributions earning over £60,000, classified within bands of £10,000 is as follows:

	2023	2022
£60,000 - £69,999	1	0

Total key management personnel remuneration was £118,680 (2022 £83,750)

LANCASTER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2023

10. TANGIBLE FIXED ASSETS

	Long leasehold £	Improvements to property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 April 2022	1,090,464	364,096	257,572	119,180	1,831,312
Additions	-	-	27,741	-	27,741
At 31 March 2023	1,090,464	364,096	285,313	119,180	1,859,053
DEPRECIATION					
At 1 April 2022	447,675	286,194	248,696	119,180	1,101,745
Charge for year	21,809	11,129	8,247	-	41,185
At 31 March 2023	469,484	297,323	256,943	119,180	1,142,930
NET BOOK VALUE					
At 31 March 2023	620,980	66,773	28,370	-	716,123
At 31 March 2022	642,789	77,902	8,876	-	729,567

Improvements to property relate to long leasehold property.

11. FIXED ASSET INVESTMENTS

	Investments £
MARKET VALUE	
At 1 April 2022	28,460,662
Additions	200,000
Disposals	(221,000)
Revaluations	(3,384,660)
At 31 March 2023	25,055,002
NET BOOK VALUE	
At 31 March 2023	25,055,002
At 31 March 2022	28,460,662

There were no investment assets outside the UK.

The following investments had material valuations at the balance sheet date:

	£
Listed investments	4,165,587
Unlisted investments	20,889,415

LANCASTER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2023

12. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 April 2022	44,432,554
Disposals	(7,500,000)
At 31 March 2023	<u>36,932,554</u>
NET BOOK VALUE	
At 31 March 2023	<u>36,932,554</u>
At 31 March 2022	<u>44,432,554</u>

Investment properties were valued on an open market basis on 31 March 2023 by the Trustees and not by a independent qualified valuer.

Fair value at 31 March 2023 is represented by:

	£
Valuation in 2019	1,728,221
Valuation in 2022	173,612
Cost	<u>35,030,721</u>
	<u>36,932,554</u>

13. DEBTORS

	2023 £	2022 £
Amounts falling due within one year:		
Rental income debtors	94,403	140,073
Other debtors	37,087	108,790
Tax	11,850	11,850
Prepayments and accrued income	<u>239,604</u>	<u>288,762</u>
	<u>382,944</u>	<u>549,475</u>
Amounts falling due after more than one year:		
Other debtors	<u>364,066</u>	<u>396,558</u>
Aggregate amounts	<u>747,010</u>	<u>946,033</u>

Other debtors includes a loan made to Good News Family Care, in 2015, of £388,180. The loan is to be repaid over 10 years together with interest accrued at 2.5% per annum.

LANCASTER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2023

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade creditors	6,621	7,276
Social security and other taxes	4,176	3,965
VAT	73,896	87,203
Other creditors	3,821,294	7,821,294
Accruals and deferred income	471,724	438,014
	<u>4,377,711</u>	<u>8,357,752</u>

15. MOVEMENT IN FUNDS

	At 1/4/22	Net movement in funds	At 31/3/23
	£	£	£
Unrestricted funds			
General fund	67,922,929	(2,937,051)	64,985,878
	<u>67,922,929</u>	<u>(2,937,051)</u>	<u>64,985,878</u>
TOTAL FUNDS	<u>67,922,929</u>	<u>(2,937,051)</u>	<u>64,985,878</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Gains and losses	Movement in funds
	£	£	£	£
Unrestricted funds				
General fund	3,394,920	(2,745,111)	(3,586,860)	(2,937,051)
	<u>3,394,920</u>	<u>(2,745,111)</u>	<u>(3,586,860)</u>	<u>(2,937,051)</u>
TOTAL FUNDS	<u>3,394,920</u>	<u>(2,745,111)</u>	<u>(3,586,860)</u>	<u>(2,937,051)</u>

Comparatives for movement in funds

	At 1/4/21	Net movement in funds	At 31/3/22
	£	£	£
Unrestricted funds			
General fund	61,321,455	6,601,474	67,922,929
	<u>61,321,455</u>	<u>6,601,474</u>	<u>67,922,929</u>
TOTAL FUNDS	<u>61,321,455</u>	<u>6,601,474</u>	<u>67,922,929</u>

LANCASTER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2023

15. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	3,414,408	(3,041,969)	6,229,035	6,601,474
TOTAL FUNDS	<u>3,414,408</u>	<u>(3,041,969)</u>	<u>6,229,035</u>	<u>6,601,474</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/4/21 £	Net movement in funds £	At 31/3/23 £
Unrestricted funds			
General fund	61,321,455	3,664,423	64,985,878
TOTAL FUNDS	<u>61,321,455</u>	<u>3,664,423</u>	<u>64,985,878</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	6,809,328	(5,787,080)	2,642,175	3,664,423
TOTAL FUNDS	<u>6,809,328</u>	<u>(5,787,080)</u>	<u>2,642,175</u>	<u>3,664,423</u>

16. OTHER FINANCIAL COMMITMENTS

In addition to the grants paid during the year, the Trustees have also authorised the payment of further grants, payable during the next year, which are subject to the fulfilment of certain conditions. The total amount authorised but not accrued as expenditure as at 31 March 2023 was £1,485,556 (2022 - £1,471,015) and are as follows:

	2023 £	2022 £
Betel of Britain	60,000	60,000
Big Church Festival	30,000	-
Breakout Trust	7,000	-
Charis Ministries	6,000	6,000
Cheer Trust	12,000	12,000
Christchurch Clevedon	-	5,000
Christians Against Poverty	12,000	12,000
Church Mission Society	3,000	3,000
Cinnamon Network	27,500	-

LANCASTER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 March 2023

16. OTHER FINANCIAL COMMITMENTS - continued

Evangelical Alliance	-	10,000
Everylife	130,000	130,000
4FrontTheatre	5,000	-
Fusion UK Student Link Up	15,000	-
Joanna Guardian Angel	7,200	7,200
Kyria Network	-	5,000
Magdalene Project	20,000	23,500
Mary's Meals	52,980	158,928
Message Trust	307,872	307,872
Mission Aviation Fellowship	50,000	50,000
NGM	120,504	120,504
Nightsafe	10,000	-
Oasis Centre	-	45,261
Open Arms International	70,000	70,000
Pais Project	20,000	20,000
Proclaim Trust	5,000	-
Saltmine Trust	96,000	96,000
Sophie Hayes Foundation	15,000	15,000
Sporting Marvels	-	20,000
St James Youth worker	-	10,000
St James CAP	2,500	-
The 180 Project	111,000	39,750
TLG Education charity	50,000	50,000
Urban Saints	25,000	25,000
Visible Ministries	45,000	22,500
Wayfarer Trust	25,000	1,500
24-7 Prayer	145,000	145,000
	<u>1,485,556</u>	<u>1,471,015</u>

17. RELATED PARTY DISCLOSURES

During the year the Charity has made a loan repayment of £4,000,000 to the trustees, Mr J E and Mrs R Lancaster. Interest of £167,486 (2022 - £175,419) has been paid to the trustees during the year, a total figure of £3,829,757 is due to the trustees at the year end.

During the year the Charity made grants of £15,000 (2022 - £122,160) to The Grand at Clitheroe, a charitable company limited by guarantee, of which Mr J E Lancaster, Mrs R Lancaster and Mr S J Lancaster are Trustees. The grants were to assist in the development and running of the Grand and also the Skate Park. The Charity issued two loans totalling £75,000 to the Grand at Clitheroe during the year the balance was fully repaid within the period.

During the previous year the Charity made a grant of £175,000 to Achievement Through Collaboration Trust, a charitable company limited by guarantee, of which Mr S J Lancaster is a member.

Mrs A Lancaster, wife of Mr S Lancaster (trustee) received remuneration of £25,375 (2022 - £25,000).

LANCASTER FOUNDATION

DETAILED STATEMENT OF FINANCIAL ACTIVITIES for the year ended 31 March 2023

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	150	-
Investment income		
Rents received	2,193,253	2,169,918
Insurance re-charges	47,862	70,169
Other fixed asset invest - FII	1,106,380	1,003,794
Deposit account interest	37,807	3
Other interest receivable	9,468	170,524
	<u>3,394,770</u>	<u>3,414,408</u>
Total incoming resources	3,394,920	3,414,408
EXPENDITURE		
Charitable activities		
Wages	139,681	112,471
Social security	10,197	7,409
Pensions	5,189	3,182
Staff relocation costs	-	8,000
Rent	5,250	5,250
Rates and water	2,900	2,382
Insurance	63,609	72,019
Light and heat	13,771	6,448
Telephone	867	842
Postage and stationery	2,868	1,621
Advertising	1	-
Travelling	4,042	3,991
Repairs and maintenance	47,187	11,411
Events hospitality	1,274	237
Sundry expenses	718	496
Consultancy fees	3,970	1,825
Website development	5,699	-
Depreciation of long leasehold	21,809	21,809
Depreciation of property improvements	11,129	11,129
Depreciation of fixtures & fittings	8,247	2,949
Grants to institutions	2,141,068	2,558,228
	<u>2,489,476</u>	<u>2,831,699</u>
Support costs		
Governance costs		
Auditors' remuneration	7,090	5,730
Auditors' remuneration for non audit work	5,768	5,142
Bookkeeping	7,098	6,171
Carried forward	19,956	17,043

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LANCASTER FOUNDATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 March 2023**

	2023 £	2022 £
Governance costs		
Brought forward	19,956	17,043
Legal and professional fees	68,103	17,884
Bank charges	90	-
Loan	167,486	175,419
Foreign exchange differences	-	(76)
	<u>255,635</u>	<u>210,270</u>
Total resources expended	<u>2,745,111</u>	<u>3,041,969</u>
Net income before gains and losses	649,809	372,439
Realised recognised gains and losses		
Realised and unrealised gains/ (losses) on fixed asset investments	(3,398,725)	2,005,447
Realised and unrealised gains /(losses) on investment property	(188,135)	4,223,588
Net (expenditure)/income	<u>(2,937,051)</u>	<u>6,601,474</u>

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