

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

England & Wales · Charity number 1068887

Details

Other names	COMMUNITY FOUNDATION FOR MERSEYSIDE
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Status	Registered
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Legal form	Charitable company
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Company number	03422207
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Registered	1998-03-26
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Register	View on the Charity Commission register
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Contact

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Website	www.cfmerseyside.org.uk
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Activities

Objects: THE OBJECTS FOR WHICH THE CHARITY IS ESTABLISHED ARE THE PROMOTION OF ANY CHARITABLE PURPOSES FOR THE BENEFIT OF THE COMMUNITY IN THE UNITED KINGDOM BUT PRIMARILY WITHIN THE FOLLOWING AREAS: 1. THE FIVE METROPOLITAN BOROUGHs PRESENTLY CONSTITUTING THE AREA OF THE COUNTY OF MERSEYSIDE NAMELY THE CITY OF LIVERPOOL AND THE METROPOLITAN BOROUGHs OF WIRRAL, SEFTON, KNOWSLEY AND ST HELENS TOGETHER WITH THE AREA OF HALTON BOROUGH COUNCIL; 2. THE COUNTY OF LANCASHIRE AND THE BOROUGHs OF BLACKBURN WITH DARWEN AND BLACKPOOL.

Activities: We are part of a national movement of community foundations that undertakes strategic social investment, including grant-making, facilitates community philanthropy and contributes to achieving positive social change in communities.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Other Finance, Provides Advocacy/advice/information
- **What:** General Charitable Purposes
- **Who:** Other Charities Or Voluntary Bodies

Geography

- **Area of benefit:** 1. THE FIVE METROPOLITAN BOROUGHES PRESENTLY CONSTITUTING THE AREA OF THE COUNTY OF MERSEYSIDE NAMELY THE CITY OF LIVERPOOL AND THE METROPOLITAN BOROUGHES OF WIRRAL, SEFTON, KNOWSLEY AND ST HELENS TOGETHER WITH THE AREA OF HALTON BOROUGH COUNCIL; 2. THE COUNTY OF LANCASHIRE AND THE BOROUGHES OF BLACKBURN WITH DARWEN AND BLACKPOOL.
- Blackburn With Darwen
- Blackpool
- Halton
- Knowsley
- Lancashire
- Liverpool City
- Sefton
- St Helens
- Warrington
- Wirral

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£4,387,103	£5,047,250	£23,347,155	14
2024-03-31	£4,637,008	£4,158,114	£24,386,489	14
2023-03-31	£4,871,784	£4,124,849	£22,261,051	12
2022-03-31	£4,049,702	£4,200,185	£22,714,080	13
2021-03-31	£7,410,369	£6,886,040	£21,588,830	12

Trustees

Name	Role	Appointed
William Wareing	Chair	2022-11-03
Andy Myers		2024-12-05
Donna Louise Howitt		2020-11-05
Nasima Bahadur Zaman		2020-11-05
Neil Welsh		2022-11-03
Philip Rooney		2025-08-07
Rajni Dev		2023-11-02
Ram Gupta		2025-01-07
Sarah Pickerill		2023-11-02

Linked charities

- COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE TRUST (1068887-1)

Accounts

**COMMUNITY FOUNDATIONS FOR
LANCASHIRE AND MERSEYSIDE**

**FINANCIAL STATEMENTS/TRUSTEE REPORT
YEAR ENDED 31 MARCH 2025**

Company Number : 03422207

Charity Number : 1068887

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
YEAR ENDED 31 MARCH 2025

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COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
FOR THE YEAR ENDED 31 MARCH 2025

Trustees	W David Wareing, Chairman Andy Myers Naz Zaman Donna Howitt Neil Welsh Sarah Pickerill Raj Dev Ram Gupta
Management	Rae Brooke Karen Morris Juliet Knight James Proctor Ben Roberts
Charity registered number	1068887
Company registered number	03422207
Registered office:	Community Foundations for Lancashire and Merseyside Third Floor Stanley Building 43 Hanover Street Liverpool L1 3DN
Bankers:	Santander Bridle Road Bootle L30 4GB
Independent Auditors:	Mitchell Charlesworth 14th Floor, The Plaza Old Hall Street Liverpool, L3 9QJ
Solicitors:	Brabners LLP Horton House Exchange Flags Liverpool L2 3YL
Investment Managers:	Rathbones Group plc Port of Liverpool Building Pier Head Liverpool L3 1NW CCLA Investment Management Ltd One Angel Lane London EC4R 3AB

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

TRUSTEES' REPORT

The directors of the charitable company are its trustees for the purposes of charity law.

The Trustees present their report and the audited financial statements of the charity for the year ended 31 March 2025. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity'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.'

The charity, CFLM, is constituted as a company limited by guarantee and not having any share capital. The company is registered in England and Wales, number 03422207, and its principal governing document is the company Memorandum and Articles of Association (as amended by special resolution on 4 December 2013 and formally merged on 1 April 2014). The charity is also registered with the Charity Commission, number 1068887.

Trustees and Senior Staff

The directors of the charitable company are its trustees for the purposes of charity law.

The persons who have acted as Trustees during the year were:

W D Wareing, Chairman

A Myers, Vice Chair (appointed 5 December 2024)

D Mendoros OBE DL (resigned 5 December 2024)

N Zaman

D Howitt

N Welsh

S Pickerill

R Dev

R Gupta (appointed 7 January 2025)

The senior management team (SMT) during the year were:

R Brooke, Chief Executive Officer

K Morris, Development Director

J Knight, Finance Director

J Proctor, Programme Director

B Roberts, Head of Insight and Marketing

Summary of our Purpose & Aims

The Community Foundations for Lancashire & Merseyside operate as one independent registered charity and are part of a UK and international movement of community foundations that distribute community funding, including via grant-making, facilitating and administering community philanthropy, and contributing to achieving positive social change as local community leaders.

- Our Vision is to enrich the lives of people in and around Lancashire and Merseyside and through them create united, thriving and prosperous communities.
- Our Mission is to invest funding strategically under charity law that meets the needs of local communities, placing us as the charity of choice for philanthropists and funding partners, and the primary funder for the areas' social sector
- Our Strategy is to understand the needs of local communities and those who care about those communities (Philanthropists, HNWIs, families, trusts, public / private / third sector organisations) to create partnerships to ensure that the needs of both are met, growing stronger communities together. We bring together individuals, families, foundations, and businesses to build better communities and make a difference.
- Our Theory of Change is: "We help individuals and organisations give to causes that matter to them, where there is most need and where it will have greatest impact. Enriching local people's lives and supporting the creation of united, prosperous and thriving communities."

Our Values are: Pride, Transparency, Working Together and Community Leadership.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

TRUSTEES' REPORT

2024/2025 Annual Review

Introduction

Community Foundation funding distribution has taken place in Merseyside since 1999 and in Lancashire since 2007, investing in total over £74.6 million in over 16,500 grants to voluntary and community groups during that time across Lancashire and Merseyside to support communities to be prosperous and thriving.

Overview of 2024/2025

In awarding grants from 53 different funds and foundations during the year we distributed over £3.17m. This included 600 grants to community groups and individuals across Lancashire and Merseyside, as well as grants to 34 groups outside of our regions. Our joint endowment fund stood at £20.8m by March 2025, having begun endowment building in 2007 with around £130,000.

We administered 53 funds and foundations in 2024/25, working in collaboration with philanthropists, families, trusts and companies who are committed to improving local lives. This work included administering 11 funds in Lancashire, 36 funds in Merseyside, 3 that covered both Lancashire and Merseyside and 3 which also included areas in the rest of the UK.

This includes the funds of the John Goore Charity which CFLM administrate and audit as a corporate trustee. This endowment investment is a significant contributor to our sustainability as well as ensuring community legacy in Lancashire and Merseyside for future generations.

Other Significant Events in 2024/2025

Challenging year for endowment building with a slight decrease in flow through funding

Endowment grew by £160K in the year, the main contributor being Marsden Building Society. We are delighted to advise, however, that significant progress on the potential transfer of circa £25m endowment fund has been made, with the trustees of the fund agreeing in principle at the end of January 2025 to the transfer. A target date of 30 June was set for its completion.

Flow through funding this year was circa £3.0m. Major contributors are:

- Southport Strong Together Appeal, Swifties Fundraiser for Alder Hey Children's Charity and Southport Dance Group Emergency Fund £854,935 (Emergency Response Appeal)
- Know Your Neighbourhood Fund £604,991 (Public Sector)
- Youth Empowerment Scheme (YES) Fund £494,827 (Public Sector)
- Liverpool ONE £286,000 (Corporate)
- Community Cashback Fund £100,000 (Public Sector)
- The Mayor's Fund, Halton Foundation £38,325 (Individual)

A new flow through fund, which is a matched funding program, Liverpool Care Leavers Fund, working in conjunction with LAMIT/CCLA/UKCF/Lord Mayor of Liverpool Richard Kemp and Blue Sky Foundation has been established in Liverpool to assist young care leavers transition into adult life by offering a variety of bursaries, towards education, supported living or achieving their aspirations etc. CFM has been working with Liverpool Local Authority to identify individuals who are eligible for the support.

Cost of living

The cost of living crisis has continued to be a major focus this year. In order to assist front line groups supporting disadvantaged communities we have influenced donors to be flexible in contributions to group core costs and multi-year funding of projects.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

TRUSTEES' REPORT

Southport Tragedy 29 July 2024

On 29th July 2024, our community faced an unimaginable tragedy when a knife attack at a children's dance class in Southport claimed the lives of three young girls, Alice da Silva Aguiar, Elsie Dot Stancombe and Bebe King and injured many others. The Southport Strong Together Fund together with Sefton CVS and Sefton Council was our collective response. In the six months following the attack over £850,000 was raised via Southport Strong Together, Swifties Fundraiser for Alder Hey Children's Charity and Southport Dance Group Emergency Fund, thanks to the compassion of the general public (nationally and internationally). We distributed over £837,000, providing vital financial support to families directly affected and empowering community groups to address local challenges.

Our response to the Southport attack was only possible through the strength of partnership. By collaborating with national charities, local organisations, government bodies, and fundraising platforms, we were able to act swiftly and compassionately. These partnerships enabled us to distribute funds quickly, provide coordinated support, and ensure that the needs of affected families were met with care, dignity and urgency.

Our CEO, Rae Brooke, was invited to attend the National Emergencies Trust (NET) 5th anniversary celebration event. CFLM were recognised there as a textbook example of how to respond to an emergency. The CEOs of both the Charity Commission and GoFundMe visited the CFLM office to thank the team directly for the response to the tragedy.

The learning from the response will enable CFLM to advise other Community Foundations about responding to emergencies when the need arises.

CFLM has produced a report on our response to the tragedy capturing the effectiveness of the emergency response and partnership work, to be shared with the board and other partners. The report will be published one year on from the date of the tragedy.

The Southport Tragedy had a significant impact on the CFLM team as a whole. With such a high profile and sensitive appeal CFLM were under scrutiny and the Senior Management Team were almost entirely focused on this appeal for over six months. This had an impact on the capacity for other fund and donor development during this period.

Profile and PR

- In the aftermath of the Southport tragedy, national and local press attention was high and we gave interviews about the Southport Strong Together appeal to broadcast and print media including BBC, Granada/ITV North West, BBC Radio 5 Live, BBC Radio Merseyside and the online news letter Stand Up for Southport.
- Amander Parker, Lord Lieutenant of Lancashire and our President in Lancashire, led our key business event in Lancashire welcoming Mark McLoughlin as an Ambassador alongside Edwin Booth to take the Lancashire Investors in Community (LIIC) forward, membership of LIIC reached 25 in the year.
- Ram Gupta and Andy Myers also joined the CFLM Board.
- The CFLM Marketing and Communications Team was enhanced by 2 new appointments - Ben Roberts as Head of Marketing and Insight and a new Marketing and Events junior executive. These appointments were made to rump up our online and social media presence based on feedback received from key partners.
- CFLM have attended a high volume of events throughout the year, the notable ones being: Merseyside Women of the Year Awards, Football for Change fundraisers, Red Rose Awards, EVAs, Professional Liverpool, Saffron networking events including Diwali, UCLAN and East Lancs Chamber events.

Additional Points to note during the year

We marked 25 years of Community Foundation for Merseyside.

Our Partnerships as a Catalyst for Change

We administered 53 funds and foundations in 2024/25, working in collaboration with philanthropists, families, trusts and companies who are committed to improving local lives. This work included administering 11 funds in Lancashire, 36 funds in Merseyside, 3 that covered both Lancashire and Merseyside and 3 which also included areas in the rest of the UK.

As an enabler for private change, we strive to support those who choose to work with us to be effective in their giving and to have the greatest impact. We thank all our partners who work with us collaboratively each year for and with communities.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

TRUSTEES' REPORT

Working with Philanthropists and their Families

We continue to work with many business leaders with connections in the North West, facilitating their local giving for communities, including Sir Michael Bibby and Sir Terry Leahy.

We also work closely with a number of families such as the McQueen family for The Mark McQueen Foundation, the Barnett family for the Olivia Rae Foundation, the Webster family for the Christal Foundation, the Sykes/Teasdale family for the Blue Sky Foundation, the Lancaster family for the Lancaster Foundation and the La Fosse family for the LF Foundation.

Working with Trusts & Foundations

Trusts and Foundations who work with us include the 23 Foundation, Football for Change Foundation, John Goore Charity, Lancaster Foundation, WO Street Foundation and the Fort Vale Foundation.

Working with Companies

Liverpool ONE Foundation remains the biggest corporate foundation held with CFLM. At 31 March 2025 the value of this fund was £2,870,332.

CFLM continued their annual work with North & Western Lancashire Chamber of Commerce on the Be Inspired Business Awards Foundation, linked to the Be Inspired Business Awards to recognise good corporate citizenship in the county and support local community work and enterprise.

We thank all the companies that choose to work in collaboration with us to support the communities in which they do business, including Hill Dickinson, Rathbones, Liverpool ONE, Evelyn Partners, FPC, Momentum Group and Marsden Building Society and MHA.

The support of our Lancashire Investors In Community is also much appreciated and include:

Booths, Marsden Building Society, Browsholme Hall, CKS Catering Equipment, Harrison Drury, James Hall & Co Ltd, MHA, Nybble Ltd, Wepa Professional UK Ltd (formerly Star Tissue UK), Workhouse, Envirosystems UK Ltd, Business Network, UCLAN, Porsche Centre Preston, Fort Vale, IOT Horizon, Rush Hey, Financial Affairs Limited, Senseco, Orca Finance, Big Tank, TP Financial and PM+M.

Unlocking Dormant and Inactive Trusts

Our work in this area continues with the backing of the Charity Commission as a pre-approved administration option for trusts and foundations that are inactive, ineffective or dormant.

Working with New Donors and Fund Holders

The Charity Commission's endorsement of community foundations as an alternative to registering a charity provides a welcomed endorsement of our work locally and as a UK network of 47 community foundations.

The Charity Commission states that "this saves the time and effort of setting up and running a charity then closing it once the original need has been met. Depending on the charity, you can say where you want the money to go."

Our approach to income generation and fund development to bring on board new fund holders involves working with existing and new donors within Lancashire and Merseyside who are committed to our local communities. Via research, project visits, meetings, events and community funding distribution we have built valuable relationships. We secure public sector funding programmes via tender or pitch processes, in line with their requirements and policies for the distribution of public funds. We secure contracts to be regional or local agents of funding programmes via our umbrella body, UK Community Foundations as Quality Accredited Community Foundations.

We thank all those people and organisations who have committed to donating and working with us, especially in building endowment funds with us, for current and future generations of communities.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

TRUSTEES' REPORT

Our Investment in Communities

We supported charities, community groups, social enterprises, vulnerable individuals and households in need to improve the lives of local people across a variety of social themes. The success rate for applications in 2024/25 was 46%.

A breakdown of our overall funding approved for distribution to communities is outlined below.

Total Funding Lancashire and Merseyside and other: £3.17m

46% of applications were approved and of the successful awards:

- 85 grants were distributed in Lancashire
- 515 grants were distributed in Merseyside
- 34 grants were distributed across the rest of the UK

Average Award Size

- Average Award Size: £5,003
- Lancashire: £4,803
- Merseyside: £5,193
- Other: £2,852

Funding For Lancashire

Funding was distributed in Lancashire in 2024/25 via 85 awards to community organisations. Our average award size was £4,803 which was a decrease on 2023/24 average grant size of £15,641.

Funding For Merseyside

Funding was distributed in Merseyside in 2024/25 via 515 awards to community organisations. Our average award size was £5,193 which was an increase on 2023/24 average grant size of £4,488.

We distributed 34 awards in 2024/25 outside of our typical Lancashire and Merseyside area. This was due to our work with donors who wished to support work in specific areas of the country in addition to their grant-making in Lancashire and/or Merseyside

Our Community Leadership

We are committed to our strategic view to understand the needs of local communities and donors and, by creating partnerships and involving donors, ensure that these needs are met via a social change agenda.

Our community knowledge is increasing in its importance and further informs many aspects of our work. Our research, highlighting community concerns and priorities, plus our community visit programme and consultation continues to guide giving and our grant-making in Lancashire and Merseyside.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

TRUSTEES' REPORT

Our Governance

The merger of Community Foundation for Lancashire and Community Foundation for Merseyside in April 2014 was a significant milestone. This merger continues to reap the benefits of efficiencies.

Our Board since the merger is clearly defined in the following ways:

- A third representing Lancashire;
- A third representing Merseyside;
- A third made up of specialists, such as legal, HR, finance and grant-making.

Via this approach written into our governing document we are able to maximise our reach, representation, expertise and influence across Lancashire and Merseyside.

Our Board adopts a business approach in a charitable context to ensure CFLM is on a sustainable pathway and is fit-for-purpose in an ever-changing economic and policy landscape.

Our Financial Management & Growth

CFLM for the second year operated with majority public funds, compared to majority private funds in the years before 2020/21. The surplus for the year ended 31 March 2025 continued to ensure that we are breaking even over a three year period. From our current £21.3 million endowment funds held, our ambition is to reach £24 million by 2025 and £37 million by 2030 for full sustainability. Our current pipeline means these targets will be exceeded. Our endowment funds have been impacted by ongoing World events; and the recovery of the funds continues to be slow. We plan for the excess reserves to be invested primarily in our growth and for organisational improvements as finances allow.

Our Organisational Development

CFLM operates in an ever changing economic and political landscape. Due to this we work proactively to be fit for purpose and relevant to our communities in Lancashire and Merseyside. CFLM has developed in ways to allow it to operate switching between majority private and majority public funding.

Our organisational structure consists of 13 staff (approx. 13 full-time equivalents), working across the functions of Programmes (5), Finance and Operations (3), Business Development and Leadership (5)

The commitment and passion of our staff team is hugely valued as we deliver our growth, community leadership and legacy agenda.

The Senior Management Team comprises of the Chief Executive, Development Director, Finance and Operations Director, Director of Programs and Head of Marketing and Insight. Remuneration levels are set according to salary bands which have been benchmarked by reference to other community foundations within the UK Community Foundation network. Annual performance objectives are set by reference to key performance indicators agreed by the Board.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

TRUSTEES' REPORT

Key Partnerships

CFLM have 'non-donor' relationships with many key players. Examples include local borough and district authorities, central Government and local business groups, including Knowsley Chamber of Commerce, North & Western Lancashire Chamber of Commerce and the Liverpool City Region Combined Authority. Also included are our professional advisors Brabners, CCLA, Rathbones, Parker Kelly and Mitchell Charlesworth who have all been appointed due to their expertise, commitment to philanthropy or corporate social responsibility and being based in the region.

Nationally we work with and are supported by our membership organisation, UK Community Foundations and exchange best practice with colleagues in the network.

Our Patron, President, Ambassadors and Volunteers

The Board and Exec particularly wish to note their appreciation for the support of the Community Foundation for Merseyside's Patron, Cherie Blair and our Presidents, Amanda Parker, the Lord Lieutenant of Lancashire and Mark Blundell, the Lord Lieutenant of Merseyside, for their continued commitment to the work of the charity.

We wish to thank Edwin Booth (CBE, DL, Executive Chairman at EH Booth & Co Ltd), Moira O'Shaunessy (Managing Partner, FPC), Bipin Patel (Director, Guide Security) and Marc McLoughlin (Director, Orca Finance) for their continued support of CFLM. They have been Ambassadors of our work and facilitated our growth via their investment of time and network connections.

During the Southport Strong Together Appeal, CFLM received invaluable guidance and support from a number of agencies and we will be forever indebted to Mhairi Sharp, CEO of National Emergencies Trust and Gerald Oppenheim, CEO of the Fundraising Regulator for their incredible support and guidance during such a difficult time.

We are grateful for the contribution made by volunteers who are champions and ambassadors for our work, including panel members who recommend our community funding distribution. All of our panel volunteers are inducted and trained, and generally contribute up to four or five days a year to the organisation to help us to distribute funding effectively to communities. Their contribution of knowledge and expertise is hugely valued in the success of our community investment and in terms of ensuring local knowledge and accountability. A special acknowledgement to Mark O'Shaunessy who has supported us with the gathering of community intelligence and insight via visiting groups across Lancashire and Merseyside.

Our Donations In-Kind

CFLM has been afforded use of an office by Liverpool ONE and the Westminster Fund at 3rd Floor Stanley Building, 43 Hanover Street, Liverpool on an in-kind basis as our main office for which we are grateful.

Planning for 2025/26 onwards

Our aims for 2025/26 include the following KPIs: achieve a return on investments on a 5% return basis, growing our endowment fund by at least £1m a year and ambitiously £2 million a year, improving our use of our digital capability and diversifying our community funding options to meet social needs.

Our Strategic Objectives in 2025/26 – 2026/27 will be:

- We will be informed by our community knowledge;
- We will enable social change in our communities as their local community foundation;
- We will grow philanthropy and charitable giving for Lancashire and Merseyside communities;
- We will continue to operate on a sustainable pathway;
- We will continue to be a professional, credible and valued charitable entity;
- We will work together with others for our communities and our network.

We will monitor our progress quarterly during 2025/26 against an annual plan and KPIs and our three year strategic aims in a new economic and political environment, being informed and driven by our community knowledge.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

TRUSTEES' REPORT

Overview of our Governance & Operations

The Objects of our Charity

The objects of our charity, as set out in the CFLM Memorandum and Articles of Association, are the promotion of any charitable purposes for the benefit of the community in the United Kingdom but primarily within the following areas:

- The five Metropolitan Boroughs presently constituting the area of the County of Merseyside namely the City of Liverpool and the Metropolitan Boroughs of Wirral, Sefton, Knowsley and St Helens together with the area of Halton Borough Council;
- The County of Lancashire and the Boroughs of Blackburn with Darwen and Blackpool.

Significant Activities

The main area of our charitable activity is the awarding of charitable funding within the local community. This is achieved by raising donations from private, public and charitable sources and redistributing them (or the income they generate in the case of invested or endowed funds) as constructive grants to the local community, according to the donors' wishes. The charity has relatively little unrestricted income that it can use for grant-making.

The Board

The Board delegates responsibility for the day-to-day operational management of the organization to the Chief Executive.

CFLM is run by a Board of Trustees which is responsible for setting the strategic direction of the organisation, for establishing policy and for maintaining proper governance. It meets quarterly and comprises representatives of and/or experts in the private, public and voluntary sectors. Average trustee attendance is 85%-90% with absences typically due to holiday/sickness. All trustees have job descriptions and person specifications.

The Board delegates responsibility to sub-committees, if required due to the Community Foundations' need.

Trustee Recruitment, Appointment and Development

The trustees are normally appointed by the members of the company and up to one-third of the trustees will normally retire each year and be eligible for re-election at the Annual General Meeting. Trustees can serve two terms of three years with re-election for each term and a third three year term if there is a case for the organisation's business plans. No places on the board are reserved for specific individuals or representatives of particular organisations; detailed procedures are in place for the nomination and appointment of trustees.

Annually the Board assesses the expertise and skills within the Board membership and proactively recruits new trustees with specific experience to ensure a full complement of expertise and skills in order to govern the charity and deliver our charitable objectives for public benefit. All new trustees are given an induction session by the Chairman and Chief Executive to explain the operation of the charity. Regular training and tailored up-dates for trustees take place to update them and to ensure they are fully engaged with the work of the Community Foundations.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

TRUSTEES' REPORT

Our Public Benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. The charity's public benefit is assessed on an annual basis by the Board and staff to ensure we are continually improving our performance against our charitable objects, vision, mission and strategic social aims.

The charity benefits the public by securing income for charitable programmes and funds administered by us from public and private sector, and then distributing this in collaboration with those funders and donors as charitable funding to support charitable activities in communities as a charitable intermediary. Funding programmes and funds are established, developed, decided upon and monitored in line with the social needs and aspirations of the local communities we serve which are identified by local community leaders, subject experts or local donors as well as social intelligence, data, research and community consultations.

Funding is used towards (but not restricted to) the following purposes, provided that in each case, the purpose is recognised as being charitable according to the law of England and Wales:

- The prevention or relief of poverty;
- The advancement of education;
- The advancement of health or the saving of lives;
- The advancement of citizenship or community development, which includes: rural or urban regeneration and the promotion of civic responsibility, volunteering, the voluntary sector or the effectiveness or efficiency of charities;
- The advancement of the arts, culture, heritage or science;
- The advancement of amateur sport;
- racial harmony, or equality and diversity;
- The advancement of environmental protection or improvement;
- The relief of those in need by reason of youth, age, ill-health, disability, financial hardship or other disadvantage;
- The promotion of the efficiency of the armed forces of the Crown; police; fire and rescue services; or ambulance services.

Funding is not to be used to support the following:

- The advancement of religion;
- The advancement of political beliefs or party politics;
- Activities understood to be the exclusive responsibility of statutory authorities;
- Retrospective funding (i.e. paying for costs incurred before a decision on an application to CFLM for support can be made);
- The funding of any public or private sector compensation and / or mitigation.

The policy of the charity is to award funding to individuals and organisations that have made a formal application for a grant, that fulfil the requirements of the relevant programme or fund and which have the necessary systems in place to administer a grant. All funding applications are subject to a formal appraisal by our staff before being presented to the local grant panel, or the donor, for a recommendation. A scoring system and process is used to guide decisions. All panel or donor recommendations are ratified by the CFLM's senior staff or trustees prior to any offer being made. Funding distributed is reported quarterly to the Board by fund, locality and social theme.

Before any funding is distributed, we carefully and thoroughly assess the charitable and public benefits of the proposed activities. The impact of our community funding is then reported to funders, donors, stakeholders, staff and the Board as a measurement of the social impact achieved.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

TRUSTEES' REPORT

Investment Powers

The Charity's Investment Powers are prescribed in its Memorandum and Articles of Association. The Board of Trustees has approved a document called 'Policies on Fund Management and Financial Control', relating to the management of all of its funds and which includes the strategies for the investment of its endowment fund. The purpose of investment in the endowment fund is to generate a sustainable income for grant-making and meeting running costs.

The organisation has appointed professional investment managers to manage the endowment. During the year these were managed by CCLA and Investec. As approved by Board and following a tender process, effective 1 October 2017 investments are to be managed by CCLA for public sector funds and charitable trust transfers, and Investec for corporate and individual endowment donations.

Investment performance targets are issued annually to investment managers; within a framework of maintaining a low to medium risk portfolio, investment performance is measured by the board and finance committee. Each manager is required to maintain a diversified portfolio, with focus on UK and overseas equities, debt instruments and cash; investment in derivatives or "hedge funds" is not permitted without the express consent of the trustees. Investment performance is monitored by the board on a quarterly basis, using benchmarks such as the FT All Stocks Government Index, the FT All Share Index, the FT World Index (excluding UK) and the IPD Index as well as a comparison of the current investment managers' performance with others in the field. Investment performance is reported to Board on a quarterly basis and reviewed annually.

For the Community First Endowment Challenge from 2012 – 2015 CCLA manages the funds based on an investment policy agreed by our UK umbrella organisation, UKCFs with approval from our Board. Although not classified as permanently endowed funds, CCLA manage funds under a total return policy, calculating the indexed value of the initial donation on an annual basis and enabling withdrawal of surplus over and above this figure to supplement income received during the year. This method of calculation has been applied since commencement of the programme so can be precisely calculated by CCLA.

During the previous year, CFLM began to conduct a review of the Ethical Profile of our Investment portfolios with our Investment Managers. Each Trustee and member of the SMT were invited to complete the survey to establish whether any adjustment needed to be made to where our portfolios sat. This process is still in progress.

Our Risk Reviews

Our Board of Trustees undertakes a regular review of the risks that the organisation faces; these are published in a formal Organisational Risk Register and are reported in a Charity Commission advised 'heat map' format quarterly to Board.

All risks identified were addressed and mitigated as far as possible during 2024/25 and looking ahead, no identified risks remain unaddressed. The Risk Assessment is subject to formal annual review and update by the trustees, with interim monitoring on a quarterly basis by the senior staff team. The organisation also uses a traffic light system to monitor and measure progress against a set of key organisational targets. Progress against target is assessed by the staff team on a monthly basis and reported to the Board on a quarterly basis, using a delivery forecast system.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

TRUSTEES' REPORT

Our Reserves Policy

Our Board has continued to endeavour to build and maintain a level of reserves appropriate to its commitments over the coming years. However, it is keen to maximise its charitable objectives and public benefit. The Board continues to strive to ensure that reserves of six months running costs are held at any time as per our policy, in line with the Charity Commission's guidance. Current free general reserves at the year end of £782,239 are sufficient to cover 9 months of budgeted costs for 2025/26. CFLM has built joint reserves as per the policy and covered the budget deficit and core costs jointly as appropriate for sustainability, especially investment in our community impact. Any reserves held above the six month policy level are linked to a Reserves Spending Plan, regularly reviewed and approved by the Board to support CFLM's development and sustainability.

Our Auditor

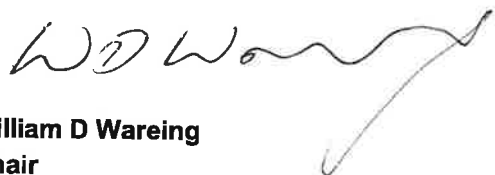
In accordance with the Company's articles, a resolution proposing that Mitchell Charlesworth be reappointed as auditor of the company will be put at the AGM.

Small Company

This report has been prepared in accordance with provisions within Part 15 of the Companies Act 2006 as they relate to small companies.

In approving the Trustees' Annual Report, we also approve the Strategic Report included therein, in our capacity as company directors.

By Order of the Board



William D Wareing
Chair

07 August 2025

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

FINANCIAL REVIEW

Funding

The Trustees are committed to seeking funding from a wide range of sources, ensuring that income streams are diversified and CFLM is not overly reliant on any single source of funding.

Financial Statements

The financial statements have been prepared in accordance with the Companies Act 2006, Charities Act 2011 and FRS102 and comply with the Charities Statement of Recommended Practice on Accounting. The movement in funds is shown on the Consolidated Statement of Financial Activities. CFLM realised a surplus in its unrestricted funds of £745 (2024: surplus £69,420). CFLM's total funds (unrestricted funds, restricted immediate impact funds and restricted endowment funds) amounted to £23,274,132 at 31 March 2025 (2024: £24,386,489). The Trustees have passed a total return resolution for permanent endowments - more information is included in note 13.

Reserves Policy

The reserves of CFLM are composed of restricted, unrestricted and endowment funds. These funds are maintained at a sufficient level in order to allow the smooth operation of our activities.

Unrestricted Reserves: The Trustees are committed to building up general reserves to ensure that the core activities of CFLM will continue into the future. The target is to have a minimum of six months' core costs in unrestricted reserves – based on our 2025/26 budget this would amount to £488,667. The free general reserves of the Foundation (our unrestricted reserves less our fixed assets) at 31 March 2025 amount to £782,239 (2024: £784,297). Any surplus is invested.

Restricted Reserves: The restricted funds at the year end were either held in the form of cash in bank accounts or investments. Details of investments held are shown in note 13. The current level of restricted funds, and the ongoing funding arrangements relating to those funds, is sufficient to maintain the specific projects they relate to.

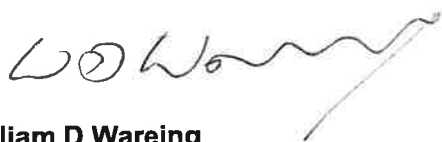
Endowment: The Board recognises the need to grow endowment levels to provide a sustainable source of future income, which is one not affected by new contracts and funding cycles.

Investments Policy

Investment policy is reviewed annually by the finance and risk committee and board, in conjunction with a review of investment performance. Investment managers retain authority to trade in market securities within the mandate of retaining a well-diversified portfolio of medium risk. Our policy on fund management and financial control is available on request.

Commitments

The Trustees had made no commitments to future capital purchases, nor given any guarantees, at the balance sheet date.



William D Wareing
Chair

07 August 2025

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

STATEMENT OF TRUSTEES' RESPONSIBILITIES

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

'The trustees (who are also directors of CFLM for the purposes of company law) are responsible for preparing the Trustees' Annual Report including the Strategic Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as each of the Trustees is aware:

- there is no relevant audit information of which the charitable company's auditor are unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

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

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

Opinion

We have audited the financial statements of Community Foundations for Lancashire and Merseyside (the 'charitable company') for the year ended 31 March 2025 which comprise the consolidated and parent charitable company Statement of Financial Activities (the consolidated and parent company summary income and expenditure account), the consolidated and parent charitable company Balance Sheets, the consolidated Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2025, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 charitable company'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 other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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. 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 course of 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.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit;

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement set out on page 14, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the industry and sector, control environment and business performance;
- the charity's own assessment of the risks that irregularities may occur either as a result of fraud or error;
- the results of our enquiries of management and members of the Board of Trustees of their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the charity's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; and
- the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; and
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following areas:

(i) The presentation of the charity's Statement of Financial Activities, (ii) the charity's accounting policy for revenue recognition (iii) the overstatement of salary and other costs. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act and the Statement of Recommended Practice - 'Accounting and Reporting by Charities' issued by the joint SORP making body .

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2025

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the charity's ability to operate or to avoid a material penalty. These included Data Protection Regulations.

Audit response to risks identified

As a result of performing the above, we identified the presentation of the charity's Statement of Financial Activities, revenue recognition and overstatement of wages and other costs as the key audit matters related to the potential risk of fraud. The key audit matters section of our report explains the matters in more detail and also describes the specific procedures we performed in response to those key audit matters.

In addition to the above, our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with relevant laws and regulations described above as having a direct effect on the financial statements
- enquiring of management and members of the Board of Trustees concerning actual and potential litigation and claims;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing correspondence with relevant authorities where matters identified were significant;
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.'

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's 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 charitable company and the charitable company's members as a body for our audit work, for this report, or for the opinions we have formed.

Mitchell Charlesworth (Audit) Limited

Louise Casey BA FCA (Senior Statutory Auditor)

For and on behalf of

MITCHELL CHARLESWORTH (AUDIT) LIMITED

Statutory Auditor

14th Floor, The Plaza

Old Hall Street

Liverpool, L3 9QJ

Date: 7 August 2025

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED AND COMPANY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2025

	Notes	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2025 £	2024 £
Incoming resources						
Income and endowments from:						
Donations and legacies	4.1	150,019	-	210,000	360,019	555,902
Charitable activities	4.2	290,577	3,037,729	-	3,328,306	3,406,792
Investments	4.3	148,101	-	550,677	698,778	674,314
Total		588,697	3,037,729	760,677	4,387,103	4,637,008
Expenditure on						
Raising funds	5	(122,202)	-	(32,588)	(154,790)	(168,119)
Charitable activities						
Grant making	5	(746,849)	(4,145,611)	-	(4,892,460)	(3,989,995)
Total		(869,051)	(4,145,611)	(32,588)	(5,047,250)	(4,158,114)
Realised gain on investment assets		-	-	404,896	404,896	286,013
Unrealised (loss) on investment assets	13	(30,870)	-	(753,213)	(784,083)	1,360,531
Net income/(expenditure)		(311,224)	(1,107,882)	379,772	(1,039,334)	2,125,438
Transfers between funds	18-20	311,969	597,285	(909,254)	-	-
Net movement in funds		745	(510,597)	(529,482)	(1,039,334)	2,125,438
Reconciliation of funds						
Total funds brought forward	4.4	852,025	2,195,836	21,338,628	24,386,489	22,261,051
Total funds carried forward		852,770	1,685,239	20,809,146	23,347,155	24,386,489

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities of the charity.

The notes on pages 24 to 41 form part of these financial statements.

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED AND COMPANY SUMMARY INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2025**

	2025	2024
	£	£
Gross income from all sources	4,387,103	4,637,008
Less endowment income	<u>(760,677)</u>	<u>(942,803)</u>
Total income	3,626,426	3,694,205
Total expenditure	(5,047,250)	(4,158,114)
Less endowment expenditure	32,588	37,744
Transfers from endowment funds	<u>909,254</u>	<u>792,700</u>
Net income for the year	<u>(478,982)</u>	<u>366,535</u>

The notes on pages 24 to 41 form part of these financial statements.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2025

	Notes	2025		2024	
		£	£	£	£
Fixed Assets					
Tangible assets	12	3,041		3,778	
Intangible assets	11	67,490		63,950	
Investments	13	<u>21,408,715</u>		<u>21,969,067</u>	
			21,479,246		22,036,795
Current Assets					
Debtors	14	80,571		161,420	
Cash at bank and in hand		<u>2,248,710</u>		<u>2,569,012</u>	
		2,329,281		2,730,432	
CREDITORS: amounts					
falling due within one year	15	<u>(461,372)</u>		<u>(380,738)</u>	
Net Current Assets			1,867,909		2,349,694
Total Net Assets			<u>23,347,155</u>		<u>24,386,489</u>
The Funds of the Charity					
Endowment Funds	20		20,809,146		21,338,628
Unrestricted Funds	19		852,770		852,025
Restricted Funds	18		<u>1,685,239</u>		<u>2,195,836</u>
Total Charity Funds			<u>23,347,155</u>		<u>24,386,489</u>

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

Approved by the Board of Trustees and authorised for issue on 07 August 2025

W D Wareing

Company Number 03422207

The notes on pages 24 to 41 form part of these financial statements.

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
COMPANY BALANCE SHEET
AS AT 31 MARCH 2025**

	Notes	2025		2024	
		£	£	£	£
Fixed Assets					
Tangible assets	12	3,041		3,778	
Intangible assets	11	67,490		63,950	
Investments	13	<u>21,408,715</u>		<u>21,969,067</u>	
			<u>21,479,246</u>		22,036,795
Current Assets					
Debtors	14	80,571		161,420	
Cash at bank and in hand		<u>2,248,710</u>		<u>2,569,012</u>	
		<u>2,329,281</u>		<u>2,730,432</u>	
CREDITORS: amounts falling due within one year	15	<u>(461,372)</u>		<u>(380,738)</u>	
Net Current Assets			<u>1,867,909</u>		2,349,694
Total Net Assets			<u><u>23,347,155</u></u>		<u><u>24,386,489</u></u>
The Funds of the Charity					
Endowment Funds	20		20,809,146		21,338,628
Unrestricted Funds	19		852,770		852,025
Restricted Funds	18		<u>1,685,239</u>		<u>2,195,836</u>
Total Charity Funds			<u><u>23,347,155</u></u>		<u><u>24,386,489</u></u>

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

Approved by the Board of Trustees and authorised for issue on 07 August 2025



W D Wareing

Company Number 03422207

The notes on pages 24 to 41 form part of these financial statements.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
STATEMENT OF CONSOLIDATED CASHFLOWS
FOR THE YEAR ENDED 31 MARCH 2025

		2025 £	2024 £
Cash flows from operating activities			
Net cash used in operating activities	22	(1,220,484)	(609,642)
Cash flows from investing activities			
Interest Received		518,089	493,512
Cash advanced from / (to) investments		181,165	(112,359)
Purchase of tangible assets		(1,452)	(2,152)
Purchase of intangible assets		(7,620)	(63,950)
Net cash (used in) investing activities		690,182	315,051
Cash flows from financing activities			
Receipt of expendable endowment		210,000	411,547
Cash provided by financing activities		210,000	411,547
(Decrease) / Increase in cash and cash equivalents in the year		(320,302)	116,956
Cash and cash equivalents at the beginning of the year		2,569,012	2,452,056
Total Cash and cash equivalents at the end of the year	21	2,248,710	2,569,012

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

1 GENERAL INFORMATION

The Charity is a registered charity in England and Wales and is a private company limited by guarantee without share capital, registered in England and Wales under the Companies Act. The address of the principal office is Third Floor, Stanley Building, 43 Hanover Street, Liverpool, L1 3DN.

2 ACCOUNTING POLICIES

Summary of significant accounting policies and key accounting estimates. These policies have been consistently applied to all years presented unless otherwise stated.

2.1 Basis of preparation

The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest pound. 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 the Republic of Ireland (FRS 102) (effective October 2019) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

The Statement of Financial Activities and Balance Sheet consolidate the financial statements of The Charity of John Goore (Charity Reg No 238355) which was acquired on May 2nd 2017.

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

2.2 Going concern

The trustees are satisfied that the accounts should be prepared on a going concern basis and have considered this for the period of twelve months from the date of approval.

2.3 a Incoming resources

Incoming resources are included in the Statement of Financial Activities (SOFA) when they become receivable, except donations and gifts in kind. Donations are included when they are received. Gifts in kind are valued at an estimate of market value where this can be readily ascertained.

Deferral of income takes place where grants are received substantially in advance of the expenditure to which it relates. Where grants include a contribution to costs for distribution of restricted funds, this is recognised on distribution of funds.

Investment returns are drawn in accordance with a total return policy and transferred to restricted funds for distribution, with an agreed proportion transferred to cover management and administration costs. Income to cover costs for management of the invested funds is recognised when received and income to cover costs for distribution of the resulting restricted funds is recognised on distribution of those funds.

Incoming resources from government funded entities are accounted for in the same way as other income.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

2 ACCOUNTING POLICIES (continued)

2.3 b Donated Services and Facilities

Donated professional services and donated facilities are recognised as income when the Community Foundation has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from its use is probable and the economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of volunteers is not recognised and users of these financial statements should refer to the Trustees' annual report for more information about their contribution.

On receipt donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

2.4 Resources expended

Resources expended are included in the SOFA on the accruals basis as a liability is incurred, based on work done or services provided in the period. Expenditure includes irrecoverable VAT, and is reported as part of the expenditure to which it relates.

Grants payable are recognised as expenditure when the commitment is made and monitoring of previous commitments is complete.

Costs of Generating Funds includes the cost of brochures, advertising, fundraising and other promotional events designed to increase public awareness of the Foundation, together with other costs directly attributable to fundraising activities.

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

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in note 5.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

2 ACCOUNTING POLICIES (continued)

2.5 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. The costs of minor additions or those costing under £500 are not capitalised.

Depreciation is provided to write off the cost of each asset over its expected useful life using the following rates and methods:-

Fixtures and fittings	33% straight line
Office equipment	33% straight line

Impairment reviews are carried out as and when evidence comes to light that the recoverable amount of a functional fixed asset is below its net book value due to damage, obsolescence or other relevant factor.

2.6 Intangible fixed assets

Intangible fixed assets are stated at cost less accumulated depreciation. The costs of minor additions or those costing under £500 are not capitalised.

Amortisation is provided to write off the cost of each asset over its expected useful life using the following rates and methods:-

Website and Software development	20% straight line
----------------------------------	-------------------

2.7 Fixed asset investments

Investments are included at fair value at the balance sheet date.

Realised gains and losses on investments are calculated as the difference between sale proceeds and their fair value at the start of the year, or their subsequent cost, net of transaction costs, and are charged or credited to the statement of financial activities in the year of disposal.

Unrealised gains and losses represent the movement in fair value during the year and are credited or charged to the statement of financial activities based on the fair value, as advised by the charity's investment managers, at the year end. All endowed funds received are managed in a total investment return basis.

2.8 Creditors and Provisions

Creditor balances are accounted for once an obligation for payments is confirmed. Grant payments are accrued when approved for settlement, payments for service contracts are accrued once the service has been delivered.

2.9 Pensions

The company contributes to Individual Personal Pension policies for its employees. Contributions are charged to the SOFA in the period to which they relate.

2.10 Fund accounting

Unrestricted funds are incoming resources receivable or generated for the objects of the charity without further specified purpose and which can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund.

Endowment funds are held for long term returns for the Foundation. A percentage withdrawal from the funds is distributed in accordance with the wishes of the original donor. Capital gains or losses arising on the investments form part of the fund. Charges for investment management and advice are charged to the fund as incurred. Income earned on endowment funds is transferred to restricted and unrestricted funds.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

4	INCOMING RESOURCES	2025	2024
		£	£
4.1	Income from donations and legacies		
	Endowments Received	210,000	411,547
	Sponsorship, Donations and Membership	63,378	56,045
	Gifts in kind – Use of office	70,000	70,000
	Gifts in kind – Rates	4,674	4,843
	Gifts in kind – Other	11,967	13,467
		360,019	555,902
4.2	Incoming Resources from Charitable Activities		
	1892 Foundation T/A Moore & Smalley	10,429	23,743
	23 Foundation Fund	32,490	14,575
	ACC Liverpool Foundation Fund	13,000	5,800
	Alan Knight Foundation Fund	6,250	-
	Anchor Community Connection Fund	-	36,666
	Bernie Fleming Aintree Lung Cancer Fund	-	584
	BHP Billiton Fund	394	-
	BIBAs Foundation Fund	-	14,112
	Big Local Trust Beechwood Fund	64,255	197,702
	Big Local Trust Northwood Fund	2,100	137,339
	Blue Sky Foundation Fund	2,000	7,000
	CFLM Discretionary Fund	3,366	4,233
	Change Liverpool Fund	2,229	1,183
	Clean Air Fund	-	74,058
	Community Cashback Fund	111,000	111,000
	DJ Battle	(4)	19,967
	Football For Change	137,444	335,476
	Fort Vale Foundation	50,000	45,500
	FPC Foundation	39,592	44,538
	High Sheriff & Merseyside Police Fund	9,052	17,281
	Hill Dickinson Fund	26,167	56,153
	John Goore Trust Fund	64	65
	John Laing Charitable Trust Fund	25,000	22,400
	Know your Neighbour Fund	646,948	635,400
	Lancashire Community Investment Fund	-	2,780
	Last Choir Singing	25,000	25,000
	LCR Cares Digital Inclusion Fund	-	150,500
	Let's Create Jubilee	-	2,461
	LF Foundation Fund	32,793	91,000
	Liverpool C C Staff Fundraiser for our City's Food Banks	6,258	-
	Liverpool Care Leavers Fund	5,000	50,000
	Liverpool Ladies Institution Fund	-	10,901
	Liverpool ONE Foundation Fund	316,000	275,000
	Carried forward	1,566,827	2,412,417

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

4	INCOMING RESOURCES (Contd...)	2025	2024
		£	£
4.2	Incoming Resources from Charitable Activities (Contd...)		
	Brought forward	1,566,827	2,412,417
	Merseyside Community Investment Fund	2,500	5,058
	MHA 1892 Foundation	84,375	-
	Momentum Foundation Fund	233	23,218
	MVRP Sports, Arts & Culture Fund	-	250,000
	NHS Community Partnership Grant Fund	-	367,686
	Office Relocation Fund	73,023	-
	Preston New Road Community Fund	-	1,031
	Red Rose Responding Fund	48	8,309
	RWE Innogy UK Ltd Hameldon Hill Wind Farm Community Fund	15,054	14,527
	Southport Strong Together	842,894	-
	The FredMill Trust Fund	126,000	124,000
	The Lancashire Womens Fund	3,882	5,839
	The Marsden Building Society Charitable Foundation Fund	16,381	23,674
	The Mayor's Fund, Halton Foundation	43,062	-
	The Merseyside Womens Fund	9,718	5,776
	UKCF Communities In Crisis Appeal Fund	-	3,000
	Youth Diversion Fund	-	162,257
	Youth Empowerment Scheme (YES) Fund	544,309	-
		3,328,306	3,406,792
4.3	Investment income		
	Bank and other interest	151,324	145,293
	Investment Income	547,454	529,021
		698,778	674,314
	Total Incoming resources	4,387,103	4,637,008

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

4 INCOMING RESOURCES (cont....)

4.4 Comparative Statement of Financial Activities

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2024 £
Incoming resources				
Income and endowments from:				
Donations and legacies	138,393	5,962	411,547	555,902
Charitable activities	300,398	3,106,394	-	3,406,792
Investments	143,058	-	531,256	674,314
Total	581,849	3,112,356	942,803	4,637,008
Expenditure On:				
Raising funds				
Raising funds	(130,375)	-	(37,744)	(168,119)
Charitable activities				
Grant making	(744,840)	(3,245,155)	-	(3,989,995)
Total	(875,215)	(3,245,155)	(37,744)	(4,158,114)
Realised gain on investment assets	-	-	286,013	286,013
Unrealised gain on investment assets	54,995	-	1,305,536	1,360,531
Net income/(expenditure)	(238,371)	(132,799)	2,496,608	2,125,438
Transfers between funds	307,791	484,909	(792,700)	-
Net movement in funds	69,420	352,110	1,703,908	2,125,438
Reconciliation of funds				
Total funds brought forward	782,605	1,843,726	19,634,720	22,261,051
Total funds carried forward	852,025	2,195,836	21,338,628	24,386,489

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

5 TOTAL RESOURCES EXPENDED

	Basis of Allocation	Grant Making	Cost of Raising Funds	Governance Costs	Support Costs	Total 2025	Total 2024
		£	£	£	£	£	£
Grants paid (see note 6)	Direct	4,145,611				4,145,611	3,245,155
Staff costs (see below and note 8)	Direct	215,069	35,026	5,262	333,502	588,859	579,988
Other staff costs	Direct	4,295	700	105	6,660	11,760	13,479
Publicity and advertising	Direct				11,204	11,204	16,655
Office supplies & PPS	Staff Time				5,513	5,513	5,316
Meeting costs	Direct				4,219	4,219	1,313
Office costs incl rent	Direct				84,180	84,180	85,860
Audit & accountancy fees	Usage			15,908		15,908	14,802
Travel	Direct				17,557	17,557	15,766
Computer costs	Staff Time				36,994	36,994	33,458
Subscriptions	Direct				14,208	14,208	13,112
Bank charges	Usage				2,436	2,436	4,282
Insurance	Staff Time				6,685	6,685	6,258
Recruitment	Direct		571			571	17,472
Volunteer expenses	Direct				911	911	412
Other	Direct				9,746	9,746	11,763
Depreciation	Direct				6,269	6,269	2,369
Legal & professional fees	Usage			5,803		5,803	6,686
Investment management costs	Direct		32,588			32,588	37,744
Marketing & publicity	Direct				46,228	46,228	46,224
		<u>4,364,975</u>	<u>68,885</u>	<u>27,078</u>	<u>586,312</u>	<u>5,047,250</u>	<u>4,158,114</u>
Support costs		504,199	82,113		(586,312)	-	
Governance costs		<u>23,286</u>	<u>3,792</u>	<u>(27,078)</u>		-	
		<u>4,892,460</u>	<u>154,790</u>	<u>-</u>	<u>-</u>	<u>5,047,250</u>	

The overheads above include £86,641 of donated goods for which the Community Foundations pay no consideration. Once these donated goods are deducted from core expenditure the overheads (excluding grants awarded & investment management costs) amount to £782,410 (2024: £786,905).

6 GRANTS AWARDED

All the charitable activities undertaken by the charity represent grantmaking. Further details about the grants made in the year can be seen in Note 18.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

7	NET INCOMING RESOURCES	2025	2024
	Net incoming resources are stated after charging:	£	£
	Depreciation	6,269	2,369
	Auditor's remuneration		
	- Audit	<u>15,908</u>	<u>14,802</u>

8	STAFF COSTS	2025	2024
		£	£
	Wages and salaries	486,133	488,211
	Social security costs	45,812	44,605
	Other pension costs	56,914	47,172
		<u>588,859</u>	<u>579,988</u>

The number of employees receiving remuneration (excluding employer pension costs) in excess of £60,000 were:

	2025	2024
£70,000 - £80,000	1	-
£60,000 - £70,000	1	2

Total emoluments paid to key management personnel in the period were £310,010 (2024: £ 260,071). The roles of the key personnel were as follows:

Chief Executive
Development Director & Deputy CEO
Finance Director
Programme Director
Head of Insight and Marketing

The charity contributes to Individual Personal Pension policies for all its employees. The assets of the schemes are held separately from those of the Charity in independently administered funds. The pension charge of £56,914 (2024: £47,172) represents contributions paid by the Charity to the funds. There were £355 outstanding contributions at 31 March 2025 (31 March 2024: £5,460).

9	STAFF NUMBERS		
	The average number of employees (excluding trustees) during the year was as follows:		
		2025	2024
		No	No
	Grant making	6	6
	Cost of raising funds	1	1
	Support	6	6
	Total full time equivalents	<u>13</u>	<u>13</u>
	Total staff employed	<u>14</u>	<u>14</u>

10 TAXATION

The charity is exempt from tax on income and gains falling within Section 505 of The Taxes Act 1988 or Section 252 of The Taxation of Charitable Gains Act 1992 to the extent that these are applied to its charitable objectives.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

11 INTANGIBLE FIXED ASSETS (GROUP & COMPANY)

	Software Development	Website	Total
Cost	£	£	£
At 1 April 2024	16,607	47,343	63,950
Additions	6,000	1,620	7,620
At 31 March 2025	22,607	48,963	71,570
Depreciation			
At 1 April 2024	-	-	-
Charge for year	-	4,080	4,080
At 31 March 2025	-	4,080	4,080
Net book value			
At 31 March 2025	22,607	44,883	67,490
At 1 April 2024	16,607	47,343	63,950

During the previous year UKCF began work on developing a new Salesforce CRM, at the year end it had not yet come in to use.

12 TANGIBLE FIXED ASSETS (GROUP & COMPANY)

	Fixtures & Fittings	Office Equipment	Total
Cost	£	£	£
At 1 April 2024	1,983	19,101	21,084
Additions	1,452	-	1,452
Disposals	-	(2,713)	(2,713)
At 31 March 2025	3,435	16,388	19,823
Depreciation			
At 1 April 2024	1,983	15,323	17,306
Charge for year	484	1,705	2,189
Disposals	-	(2,713)	(2,713)
At 31 March 2025	2,467	14,315	16,782
Net book value			
At 31 March 2025	968	2,073	3,041
At 1 April 2024	-	3,778	3,778

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

13 INVESTMENTS - GROUP & COMPANY

INVESTMENTS	2025	2024
UK listed investments	£	£
Investec Wealth & Investment		
Market value at 1 April 2024	11,155,844	10,551,252
Additions	323,553	419,925
Disposals at market value	(297,611)	(347,206)
Revaluation (loss) / gain	(279,725)	463,934
	<u>10,902,061</u>	<u>11,087,905</u>
Cash deposits in the UK	116,592	67,939
Sub total Investec Wealth & Investment	<u>11,018,653</u>	<u>11,155,844</u>
CCLA Common Investment Fund		
Market value at 1 April 2024	10,150,673	9,051,357
Additions	160,000	257,714
Disposals at market value	(78,803)	-
Revaluation (loss) / gain	(473,488)	841,602
Sub total CCLA	<u>9,758,382</u>	<u>10,150,673</u>
CCLA CFLM Discretionary Investment		
Market value at 1 April 2024	662,550	607,555
Revaluation (loss) / gain	(30,870)	54,995
Closing market value	<u>631,680</u>	<u>662,550</u>
Total Investments	<u>21,408,715</u>	<u>21,969,067</u>
Historical cost	<u>16,741,601</u>	<u>16,634,462</u>
Listed Investments		
UK investments	10,057,209	10,627,391
Overseas and other investments	10,523,194	11,098,562
Cash deposits	828,312	243,114
	<u>21,408,715</u>	<u>21,969,067</u>

A CCLA and Investec portfolio totalling £965,872 (2024: £1,003,233) represent the assets of the Charity of John Goore. In the company balance sheet these have been reflected as an investment in subsidiary in accordance with the SORP requirements.

The trustees consider individual investment holdings in excess of 5% of the portfolio value to be material. No individual shareholdings or investments are considered individually to be material with the market values and proportion of the portfolio shown as at 31 March 2025 (2024 : None).

The investments are held to provide an investment return to the charity.

	Endowment	Unapplied total return released to income	Total Endowment
At 1 April 2024			
Gift Component of Endowment:	15,385,124	-	15,385,124
Unapplied total return	-	5,953,504	5,953,504
Total	<u>15,385,124</u>	<u>5,953,504</u>	<u>21,338,628</u>
Movements in the reporting period:			
Gift of expendable endowment	210,000	-	210,000
Investment Management Fees	-	(32,588)	(32,588)
Dividends and Interest	-	550,677	550,677
Realised and Unrealised Gains/Losses	-	(348,317)	(348,317)
Total	<u>210,000</u>	<u>169,772</u>	<u>379,772</u>
Unapplied total return released to income	-	(909,254)	(909,254)
Net movements in reporting period	<u>210,000</u>	<u>(739,482)</u>	<u>(529,482)</u>
At 31 March 2025			
Gift Component of Endowment:	15,595,124	-	15,595,124
Unapplied total return released to income	-	5,214,022	5,214,022
Total	<u>15,595,124</u>	<u>5,214,022</u>	<u>20,809,146</u>

The fair value of listed investments is determined by reference to quoted market prices.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
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14 DEBTORS (GROUP & COMPANY)

	2025	2024
	£	£
Other debtors	7,099	54,509
Prepayments & accrued income	73,472	106,911
	<u>80,571</u>	<u>161,420</u>

15 CREDITORS: amounts falling due within one year (GROUP & COMPANY)

	2025	2024
	£	£
Grant creditors	371,140	219,449
Other creditors	10,389	27,081
Accruals	23,041	47,743
Other tax & social security	-	2,507
Deferred income (note 16)	56,802	83,958
	<u>461,372</u>	<u>380,738</u>

16 DEFERRED INCOME (GROUP & COMPANY)

Deferred income comprises income received in advance that the charity is not contractually entitled to distribute at 31 March 2025.

	2025	2024
	£	£
Balance as at 1 April 2024	83,958	99,889
Amount released to income earned from charitable activities	(54,583)	(50,392)
Amount deferred in year	27,427	34,461
Balance as at 31 March 2025	<u>56,802</u>	<u>83,958</u>

17 PENSION SCHEME

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £56,914 (2024 - £47,172)

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

18	RESTRICTED FUNDS (GROUP & COMPANY)	As at 1 April 2024 £	Movement in Resources		Transfers £	As at 31 March 2025 £
			Incoming £	Outgoing £		
	1892 Foundation T/A Moore & Smalley	884	9,178	(8,062)	(2,000)	-
	23 Foundation	29,477	28,593	(83,673)	42,242	16,639
	ACC Liverpool Foundation Fund	389	11,440	(11,829)	-	-
	Alan Knight Foundation Fund	-	5,750	(305)	-	5,445
	Aldridge Foundation	867	-	-	836	1,703
	Alfred Shaw Trust Fund	47,166	-	(33,473)	6,912	20,605
	Ann and Ray Messer Foundation	30,646	-	(14,390)	-	16,256
	Bernie Fleming Aintree Lung Cancer Foundation	2,678	-	(2,678)	-	-
	BHP Billiton Fund	17,987	347	(12,500)	10,728	16,562
	Be Inspired Business Awards Foundation	18,594	-	(18,420)	-	174
	Big Local Trust Beechwood	183,489	47,438	(217,431)	-	13,496
	Big Local Trust Northwood	32,113	494	(34,569)	1,962	-
	Blue Sky Foundation Fund	57,920	-	(79,215)	52,887	31,592
	Cells Charitable Trust Fund	475	-	-	1,761	2,236
	CFLM Discretionary Fund	5,653	2,962	(6,462)	3,371	5,524
	Change Liverpool Fund	1,991	2,051	-	-	4,042
	Christal Foundation Revenue Fund	1	-	(28,000)	27,999	-
	Christine Ann Foundation	48	-	-	-	48
	Clean Air Fund	18,374	(5,108)	(13,266)	-	-
	Community Cashback Fund	278	100,000	(100,277)	-	1
	DJ Battle Event	12,605	(5)	(12,600)	-	-
	Evelyn Partners Merseyside Charitable (formerly Tilney Investment Management) Fund	2,081	-	-	22,051	24,132
	Football for Change	654,673	99,031	(385,212)	-	368,492
	Fort Vale Foundation	44,000	44,000	(44,000)	-	44,000
	FPC Foundation Fund	42,999	37,612	(42,500)	(1,000)	37,111
	Gorse Bank Trust	199	-	-	287	486
	Halton Foundation Halton Chamber of Commerce	497	-	-	439	936
	Halton Foundation - Knights House	35,281	-	(12,666)	6,085	28,700
	Halton Foundation Fund	1,078	-	-	2,233	3,311
	Halton Foundation Widnes Education Fund	4,753	-	(609)	315	4,459
	Her Majesty The Queen Platinum Jubilee Fund	880	-	-	-	880
	High Sheriff & Merseyside Police Fund	4,162	8,056	(28,688)	18,860	2,390
	Hill Dickinson Fund	21,177	24,119	(52,050)	8,987	2,233
	Huntley & Palmers Fund	3,710	-	-	2,231	5,941
	Investec Wealth & Investment Fund	1,689	-	-	1,657	3,346
	John Goore Book tokens Fund	400	-	-	-	400
	John Goore Trust Fund	24,146	56	(12,419)	20,203	31,986
	John Laing Charitable Trust Fund	-	22,321	(22,016)	-	305
	Joseph Harley Fund	17,245	-	(4,601)	2,277	14,921
	Know Your Neighbour Fund	-	604,991	(587,691)	-	17,300
	Knowsley Foundation Fred Curran Revenue Fund	1,579	-	-	863	2,442
	Knowsley Foundation Fund	3,821	-	-	534	4,355
	Knowsley Huyton with Roby War Distress Flow Through Fun	2,986	-	-	658	3,644
	Lancashire Community Investment Fund	3,177	-	(7,452)	8,125	3,850
	Lancashire Flood Recovery Fund (General)	30,961	-	-	-	30,961
	Lancashire Flood Recovery Fund (Lancashire)	9,445	-	-	-	9,445
	Lancashire Flood Recovery Fund (Wyre)	17,191	-	-	-	17,191
	Lancaster Community Fund	1,387	-	(2,752)	1,365	-
	Lancaster Foundation Fund	-	-	(58,647)	58,647	-
	Last Choir Singing Community Fund	-	22,000	(17,320)	-	4,680
	Leahy Foundation Fund	86,080	-	(55,000)	25,951	57,031
	LF Foundation Fund	89,608	22,038	(68,343)	-	43,303
	Liverpool C C Staff Fundraiser for our City's Food Banks	-	5,627	(5,627)	-	-
	Liverpool Care Leavers Fund	50,000	-	(49,895)	-	105
	Liverpool Ladies Institution Fund	1,750	-	(1,800)	100	50
	Liverpool ONE Co-Ordinator Costs	21,420	-	(7,970)	(13,450)	-
	Liverpool ONE CYPMW Programme Two	105,268	-	(105,268)	-	-
	Liverpool ONE CYPMW Resilience Training Fund	3,819	-	(1,820)	(1,999)	-
	Liverpool ONE Foundation Fund	187,162	286,000	(204,441)	34,635	303,356
	Liverpool Tennis Foundation Fund	252	-	-	-	252
	Balance carried forward	1,936,511	1,378,991	(2,455,937)	346,752	1,206,317

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

18	RESTRICTED FUNDS (Contd...) (GROUP & COMPANY)	As at	Movement in Resources			As at
		1 April 2024	Incoming	Outgoing	Transfers	31 March 2025
		£	£	£	£	£
	Balance brought forward	1,936,511	1,378,991	(2,455,937)	346,752	1,206,317
	Mark McQueen Foundation (Combined) Fund	-	-	(13,145)	23,069	9,924
	Medicash	10,021	-	(12,000)	2,045	66
	Merseyside Community Investment Fund	1,930	2,200	(11,889)	9,754	1,995
	MHA 1892 Foundation	-	84,375	-	-	84,375
	MJB Fund	27,420	-	(40,000)	24,432	11,852
	Momentum Foundation	9,959	205	1,734	295	12,193
	Office Relocation Fund	-	73,023	-	-	73,023
	Olivia Rae Foundation Fund	3,255	-	(1,500)	449	2,204
	Peel Ports 500 Fund	6,975	-	-	1,174	8,149
	Pendle Music Bursary Fund	4,042	-	-	4,079	8,121
	Preston New Road Community Benefit Fund	32,055	-	(3,930)	-	28,125
	Progress Housing Association Limited Fund	11,510	-	(20,648)	9,984	846
	Red Rose Responding Fund	2,509	43	-	-	2,552
	Rossendale Community Fund	3,347	-	(7,800)	4,462	9
	Rossiter Foundation Fund	-	-	(10,598)	10,598	-
	Rumi & Rishi Fund	57,900	-	-	4,399	62,299
	RWE Innogy UK Ltd Hameldon Hill	19,605	13,685	(20,249)	-	13,041
	Sefton MBC Education & Learning Fund	23,115	-	(3,391)	3,602	23,326
	Sefton MBC Taylor Fund	1,371	-	(200)	230	1,401
	Shop Direct Fund	1,458	-	-	1,470	2,928
	Southport Strong Together	-	808,111	(837,091)	62,677	33,697
	St Christophers Trust Fund	(16,694)	-	(2,500)	24,201	5,007
	Surviving Winter Lancashire	1,246	-	-	-	1,246
	Surviving Winter Merseyside	188	-	-	-	188
	The FredMill Trust Fund	1	117,500	(111,684)	(5,000)	817
	The Lancashire Womens Fund	123	3,417	(3,968)	428	-
	The Marsden Building Society Charitable Foundation	25,110	14,415	(29,795)	13,409	23,139
	The Mayor's Fund, Halton Foundation	-	38,325	(1,600)	-	36,725
	The Merseyside Womens Fund	-	8,612	(12,011)	3,399	-
	The Windle Utd Charity Fund	8,173	-	(2,276)	2,870	8,767
	WO Street Lancashire Fund	3,857	-	(35,016)	40,061	8,902
	WO Street Merseyside Fund	2,054	-	(10,107)	8,053	-
	Youth Diversion Fund	4,790	-	-	(4,790)	-
	Youth Empowerment Scheme (YES) Fund	-	494,827	(500,010)	5,183	-
	Other Funds	14,005	-	-	-	14,005
		<u>2,195,836</u>	<u>3,037,729</u>	<u>(4,145,611)</u>	<u>597,285</u>	<u>1,685,239</u>

Fund balances represent grants receivable for the charity to distribute in accordance with the terms and conditions of the donor. Balances on the funds represent undistributed funds held in the bank accounts

All Funds available, together with the criteria, priorities, areas covered and application process are detailed on our website at www.lancsfoundation.org.uk and www.cfmerseyside.org.uk

Note 28 details the comparative movement on restricted funds .

19 UNRESTRICTED FUNDS
(GROUP & COMPANY)

	As at	Movement in Resources			As at
	1 April 2024	Incoming	Outgoing	Gains & Transfers	31 March 2025
	£	£	£	£	£
Unrestricted funds	<u>852,025</u>	<u>588,697</u>	<u>(869,051)</u>	<u>281,099</u>	<u>852,770</u>

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

20 ENDOWMENT FUNDS
(GROUP & COMPANY)

	As at 1 April 2024	Movement in Resources			As at 31 March 2025
		Incoming	Outgoing and Transfers	Gains / (Losses)	
	£	£	£	£	£
Permanent endowment	1,252,591	33,659	(35,949)	(57,578)	1,192,723
Expendable endowment	20,086,037	727,018	(905,893)	(290,739)	19,616,423
	21,338,628	760,677	(941,842)	(348,317)	20,809,146
	1 April 2024	Incoming	Outgoing and Transfers	Gains / (Losses)	31 March 2024
	£	£	£	£	£
Permanent endowment:					
Rossendale Community Fund	171,524	4,649	(6,939)	(7,881)	161,353
Sefton MBC Education & Learning Trust	183,023	4,978	(4,978)	(8,527)	174,496
4 Other Funds	219,189	5,569	(5,569)	(9,541)	209,648
The Charity of John Goore	678,855	18,463	(18,463)	(31,629)	647,226
Expendable endowment:					
23 Foundation	1,226,558	30,002	(65,596)	13,917	1,204,881
Aldridge Foundation CF Endowment	65,495	1,781	(1,781)	(3,052)	62,443
Alfred Shaw Trust	541,766	14,734	(14,734)	(25,242)	516,524
BHP Billiton	303,090	7,413	(16,209)	3,440	297,734
Blue Sky Foundation Endowment Fund	1,645,516	40,258	(87,491)	18,672	1,616,955
CFLM Discretionary CF Endowment	116,660	3,173	(3,173)	(5,435)	111,225
CFLM General Endowment	21,907	535	(1,172)	249	21,519
Christal Foundation	981,986	24,144	(45,506)	11,107	971,731
Evelyn Partners Merseyside Charitable Endowment Fund	647,185	17,506	(31,394)	(29,485)	603,812
John Goore Trust Endowment Reserve	18,994	-	-	-	18,994
Gorse Bank Trust CF Endowment	22,494	612	(612)	(1,048)	21,446
Halton Foundation - Halton Chamber of Commerce CF Endowment Fund	34,424	936	(936)	(1,604)	32,820
Halton Foundation - Knights House Charity Endowment	473,652	12,882	(12,882)	(22,068)	451,584
Halton Foundation Trust Transfer Fund	167,480	4,555	(4,555)	(7,803)	159,677
Halton Foundation Widnes Education Endowment Fund	24,509	667	(667)	(1,142)	23,367
High Sheriffs and Merseyside Police Trust	626,330	15,720	(29,653)	(1,363)	611,034
Hill Dickinson Foundation	542,920	14,518	(17,146)	(20,049)	520,243
Huntley & Palmers Expendable Endowment Fund	62,961	1,540	(3,371)	715	61,845
Investec Wealth & Investment Endowment	46,805	1,145	(2,503)	531	45,978
John Goore Trust	324,378	7,934	(17,347)	3,681	318,646
Joseph Harley Endowment	64,340	1,574	(3,441)	730	63,203
Knowsley Foundation Fred Curran Endowment Fund	67,163	1,827	(1,827)	(3,129)	64,034
Knowsley Foundation General Endowment Fund	41,547	1,130	(1,130)	(1,936)	39,611
Lancashire Community Investment CF Endowment Fund	8,594	234	(234)	(400)	8,194
Lancashire Community Investment Endowment	5,121	125	(273)	58	5,031
Lancashire General Endowment	178,006	4,354	(9,520)	2,020	174,860
Lancaster Community Endowment Fund	38,575	944	(2,063)	438	37,894
Lancaster Foundation	1,175,685	31,695	(75,620)	(52,001)	1,079,759
Leahy Foundation	1,200,990	31,378	(45,002)	(28,756)	1,158,610
Liverpool Ladies Institution Endowment Fund	99,976	2,446	(5,290)	1,135	98,267
Liverpool ONE Foundation	2,910,335	125,574	(115,883)	(49,694)	2,870,332
Mark McQueen Foundation Combined	651,739	15,941	(34,855)	7,397	640,222
Medicash CF Endowment	1,574	43	(43)	(73)	1,501
Medicash Endowment Fund	57,207	1,399	(3,059)	649	56,196
Merseyside Community Investment	325,309	8,170	(15,353)	(816)	317,310
MJB Fund	808,301	20,276	(38,376)	(1,523)	788,678
Momentum Foundation Endowment Fund	13,035	323	(460)	147	13,045
Olivia Rae CF Endowment	35,170	956	(956)	(1,639)	33,531
Other Endowment Funds	13,117	-	-	-	13,117
Peel Ports 500 Endowment	33,178	812	(1,774)	376	32,592
Pendle Music Bursary - Ruth Sutton CF Endowment	319,724	8,695	(8,695)	(14,897)	304,827
Progress Housing Association Ltd Endowment Fund	282,060	6,899	(15,084)	3,201	277,076
Rumi and Rishi Fund	344,709	9,375	(9,375)	(16,061)	328,648
The Rossiter Family Fund	299,419	7,324	(16,013)	3,398	294,128
Sefton MBC Arthur Taylor Fund Endowment	6,507	159	(348)	74	6,392
Sefton MBC Educational Trust Fund Endowment	35,812	876	(1,915)	406	35,179
Shop Direct CF Endowment	115,213	3,133	(3,133)	(5,368)	109,845
St Christophers Trust Endowment	612,569	16,308	(33,008)	(28,207)	567,662
The Cells Charitable Trust	137,438	3,696	(5,696)	(6,364)	129,074
The Marsden Building Society Charitable Foundation	725,431	181,964	(21,964)	(38,947)	846,484
The Windle United Fund	223,415	6,076	(6,076)	(10,409)	213,006
WO Street Lancashire	1,133,054	27,715	(60,532)	12,859	1,113,096
WO Street Merseyside	226,614	5,542	(12,167)	2,572	222,561
	21,338,628	760,677	(941,842)	(348,317)	20,809,146

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
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FOR THE YEAR ENDED 31 MARCH 2025

21 ANALYSIS OF NET ASSETS BETWEEN FUNDS

(GROUP & COMPANY)

2025

	General unrestricted £	Endowment £	Restricted £	Total £
Fixed assets	70,531	-	-	70,531
Investments	716,161	20,692,554	-	21,408,715
Cash	75,739	116,592	2,056,379	2,248,710
Other current liabilities	(82,684)	-	(371,140)	(453,824)
	<u>852,770</u>	<u>20,809,146</u>	<u>1,685,239</u>	<u>23,274,132</u>

2024

	General unrestricted £	Endowment £	Restricted £	Total £
Fixed assets	67,728	-	-	67,728
Investments	698,378	21,270,689	-	21,969,067
Cash	135,788	67,939	2,365,285	2,569,012
Other current liabilities	(49,869)	-	(169,449)	(219,318)
	<u>852,025</u>	<u>21,338,628</u>	<u>2,195,836</u>	<u>24,386,489</u>

22 RECONCILIATION OF NET (EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025 £	2024 £
Net (expenditure) for the year	(1,388,236)	(426,165)
Decrease/(Increase) in debtors	80,849	(115,970)
Increase/(Decrease) in creditors	80,634	(69,876)
Depreciation	6,269	2,369
	<u>(1,220,484)</u>	<u>(609,642)</u>

23 TRUSTEES' EXPENSES

No trustees have received remuneration. Travel expenses were paid to the following Trustees:

Arthur Roberts	£Nil (2024 - £186)
Andy Myers	£Nil (2024 - £255)
W David Wareing	£166 (2024 - £32)
Ruj Dev	£236 (2024 - £49)
Nasima Zaman	£55 (2024 - £Nil)

24 RELATED PARTY TRANSACTIONS

Ms D Howitt, a trustee, is Place Strategy Director at Liverpool One who have provided in-kind office premises to the foundation since January 2011, included in these accounts at a £70,000 (2024: £70,000) value during the year. Liverpool ONE also donated funds to contribute to rates included in these accounts of £4,674 (2024: 4,843), £9,145 (2024: £11,018) towards electricity costs and £2,822 (2024: £2,449) towards telephone costs.

Liverpool ONE hold endowment and restricted funds with the foundation. The Liverpool ONE endowment fund was valued at £2,870,332 as at 31 March 2025. The fund generated £125,574 (2024: £123,100) during the year, of which £42,555 (2024: £41,167) was donated towards the costs of CFLM, with the balance transferred for distribution through their restricted fund. CFLM received additional donations to the Liverpool ONE fund totalling £75,000 (2024: £100,000) from the Westminster Foundation and £300,000 (2024: £200,000) from Grosvenor (with £50,000 (2024: £50,000) of that amount being transferred to the Liverpool ONE foundation endowment). The Liverpool ONE funds awarded £29,968 throughout 2024/25 (2024: £258,215). Due to a change in the grants decision-making date, the fund held a budget for grants distribution at 31 March 2025 of £298,000.

Mr R Gupta, a trustee, is Managing Director of Nybble Limited. Since his appointment on 7 January 2025 CFLM has paid Nybble Limited £1,848 for IT services.

25 CONTINGENT LIABILITIES

The restricted fund balances carried forward at 31 March 2025 represent funds available due to the timing of the receipt of grant funds and their distribution. The conditions attaching to the funding streams are such that the balances represent income for the year as defined in the Charities SORP.

26 POST BALANCE SHEET EVENTS

On 10 July 2025 CFLM completed the trust transfer of the Pilkington Charities Fund. The value of the fund at the date of transfer was £28,038,754.

27 MEMBERS' LIABILITY

The charity is a private company limited by guarantee and consequently does not have share capital. The members are liable to contribute a maximum of £1 each towards the assets of the charity in the event of the company being wound up.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

28 COMPARATIVE RESTRICTED FUNDS
(GROUP & COMPANY)

	As at 1 April 2023 £	Movement in Resources		Gains & Transfers £	As at 31 March 2024 £
		Incoming £	Outgoing £		
1892 Foundation T/A Moore & Smalley	-	20,972	(20,088)	-	884
23 Foundation	20,864	12,828	(48,310)	44,095	29,477
ACC Liverpool Foundation Fund	745	5,104	(5,460)	-	389
Aldridge Foundation	9,038	-	(9,000)	829	867
Alfred Shaw Trust Fund	57,186	-	(16,870)	6,850	47,166
Anchor Community Connection Fund	-	33,333	(33,333)	-	-
Ann and Ray Messer Foundation	45,717	-	(15,071)	-	30,646
Bernie Fleming Aintree Lung Cancer Foundation	2,151	527	-	-	2,678
BHP Billiton Fund	11,091	-	(4,000)	10,896	17,987
Be Inspired Business Awards Foundation	6,175	12,419	-	-	18,594
Big Local Trust Beechwood	44,210	188,543	(49,264)	-	183,489
Big Local Trust Northwood	38,990	125,472	(132,349)	-	32,113
Blue Sky Foundation Fund	96,951	-	(92,651)	53,620	57,920
Bridgebuilder Foundation	1,608	-	-	(1,608)	-
Cells Charitable Trust Fund	14,321	-	(15,622)	1,776	475
CFLM Discretionary Fund	9,065	3,724	(9,399)	2,263	5,653
Change Liverpool (formerly Home Street Home) Fund	904	1,087	-	-	1,991
Christal Foundation Revenue Fund	15,976	-	(25,975)	10,000	1
Christine Ann Foundation	48	-	-	-	48
Clean Air Fund	-	70,833	(52,459)	-	18,374
Community Cashback Fund	759	100,000	(100,481)	-	278
DJ Battle Event	-	23,931	(11,326)	-	12,605
Evelyn Partners Merseyside Charitable Fund	19,233	-	(25,336)	8,184	2,081
Football for Change	535,879	288,805	(170,011)	-	654,673
Fort Vale Foundation	-	44,000	-	-	44,000
FPC Foundation Fund	4,240	42,311	(3,552)	-	42,999
Gorse Bank Trust	4,839	-	(4,925)	285	199
Halton Foundation Halton Chamber of Commerce	1,062	-	(1,000)	435	497
Halton Foundation - Knights House	35,320	-	(6,162)	6,123	35,281
Halton Foundation Fund	5,513	-	(6,662)	2,227	1,078
Halton Foundation Widnes Education Fund	4,436	-	-	317	4,753
Her Majesty The Queen Platinum Jubilee Fund	880	-	-	-	880
High Sheriff & Merseyside Police Fund	6,917	15,380	(37,245)	19,110	4,162
Hill Dickinson Fund	1,785	50,698	(40,799)	9,493	21,177
Huntley & Palmers Fund	1,440	-	-	2,270	3,710
Investec Wealth & Investment Fund	7	-	-	1,682	1,689
Japanese Tsunami Fund	1,101	-	(1,101)	-	-
John Goore Book tokens Fund	400	-	-	-	400
John Goore Trust Fund	14,139	56	(10,486)	20,437	24,146
John Laing Charitable Trust Fund	10,200	20,000	(30,200)	-	-
Joseph Harley Fund	18,615	-	(3,683)	2,313	17,245
Know Your Neighbour Fund	-	586,222	(586,222)	-	-
Knowsley Foundation Fred Curran Revenue Fund	5,239	-	(4,528)	868	1,579
Knowsley Foundation Fund	3,284	-	-	537	3,821
Knowsley Huyton with Roby War Distress Flow Through Fu	2,324	-	-	662	2,986
Lancashire Community Investment Fund	13,462	2,503	(21,000)	8,212	3,177
Lancashire Flood Recovery Fund (General)	30,961	-	-	-	30,961
Lancashire Flood Recovery Fund (Lancashire)	9,445	-	-	-	9,445
Lancashire Flood Recovery Fund (Wyre)	17,191	-	-	-	17,191
Lancaster Community Fund	4,528	-	(4,528)	1,387	1,387
Lancaster Foundation Fund	74	-	(14,943)	14,869	-
Last Choir Singing Community Fund	-	22,000	(22,000)	-	-
LCR Cares Digital Inclusion Fund	-	140,000	(140,000)	-	-
Leahy Foundation Fund	59,953	-	-	26,127	86,080
LF Foundation Fund	-	88,000	-	1,608	89,608
Liverpool Care Leavers Fund	-	50,000	-	-	50,000
Liverpool Ladies Institution Fund	-	10,901	(50)	(9,101)	1,750
Liverpool ONE Co-Ordinator Costs	19,817	-	(18,397)	20,000	21,420
Liverpool ONE CYPMW Programme Two	75,700	-	(29,569)	59,137	105,268
Liverpool ONE CYPMW Resilience Training Fund	5,019	-	(1,200)	-	3,819
Liverpool ONE Foundation Fund	165,452	241,998	(209,049)	(11,239)	187,162
Liverpool Tennis Foundation Fund	252	-	-	-	252
Balance carried forward	1,454,506	2,201,647	(2,034,306)	314,664	1,936,511

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

	As at 1 April 2023 £	Movement in Resources		Gains & Transfers £	As at 31 March 2024 £
		Incoming £	Outgoing £		
Balance brought forward	1,454,506	2,201,647	(2,034,306)	314,664	1,936,511
Mark McQueen Foundation (Combined) Fund	2,071	-	(25,502)	23,431	-
Medicash	7,945	-	-	2,076	10,021
Merseyside Community Investment Fund	10,882	4,451	(23,285)	9,882	1,930
MJB Fund	45,662	-	(43,000)	24,758	27,420
Momentum Foundation	2,996	20,432	(13,686)	217	9,959
MVRP Sports, Arts and Culture Fund	-	228,200	(228,200)	-	-
NHS Community Partnership Grant Fund	-	347,464	(347,464)	-	-
Olivia Rae Foundation Fund	4,309	-	(1,500)	446	3,255
Peel Ports 500 Fund	16,878	-	(11,097)	1,194	6,975
Pendle Music Bursary Fund	-	-	-	4,042	4,042
Preston New Road Community Benefit Fund	42,979	-	(10,924)	-	32,055
Progress Housing Association Limited Fund	41,063	-	(39,693)	10,140	11,510
Red Rose Responding Fund	8,974	7,478	(14,480)	537	2,509
Rossendale Community Fund	1,930	-	(750)	2,167	3,347
Rossiter Foundation Fund	-	-	(10,764)	10,764	-
Rumi & Rishi Fund	53,540	-	-	4,360	57,900
RWE Innogy UK Ltd Hameldon Hill	28,308	13,207	(21,910)	-	19,605
Sefton MBC Education & Learning Fund	23,231	-	(3,716)	3,600	23,115
Sefton MBC Taylor Fund	1,137	-	-	234	1,371
Shooting Stars Foundation	536	-	-	(536)	-
Shop Direct Fund	1	-	-	1,457	1,458
St Christophers Trust Fund	(24,601)	-	-	7,907	(16,694)
Surviving Winter Lancashire	1,246	-	-	-	1,246
Surviving Winter Merseyside	188	-	-	-	188
The BXB Foundation Fund	1,500	-	(1,500)	-	-
The FredMill Trust Fund	-	112,500	(112,499)	-	1
The Lancashire Womens Fund	143	5,546	(6,052)	486	123
The Marsden Building Society Charitable Foundation	30,580	18,853	(32,000)	7,677	25,110
The Merseyside Womens Fund	1,988	5,071	(10,735)	3,676	-
The Windle Utd Charity Fund	8,985	-	(3,700)	2,888	8,173
WO Street Lancashire Fund	41,211	-	(77,401)	40,047	3,857
WO Street Merseyside Fund	20,533	-	(27,274)	8,795	2,054
Youth Diversion Fund	1,000	147,507	(143,717)	-	4,790
Other Funds	14,005	-	-	-	14,005
	<u>1,843,726</u>	<u>3,112,356</u>	<u>(3,245,155)</u>	<u>484,909</u>	<u>2,195,836</u>

COMPARATIVE UNRESTRICTED FUNDS
(GROUP & COMPANY)

	As at 1 April 2023 £	Incoming £	Outgoing £	Gains & Transfers £	As at 31 March 2024 £
Unrestricted	<u>782,605</u>	<u>581,849</u>	<u>(875,215)</u>	<u>362,786</u>	<u>852,025</u>

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

COMPARATIVE ENDOWMENT FUNDS (contd)
(GROUP & COMPANY)

	As at 01 April 2023	Movement In Resources			As at 31 March 2024
		Incoming	Outgoing and Transfers	Gains	
	£	£	£	£	£
COMPARATIVE ENDOWMENT FUNDS					
Permanent Endowment	1,149,816	33,014	(33,014)	102,775	1,252,591
Expendable Endowment	18,484,904	909,789	(797,430)	1,488,774	20,086,037
	19,634,720	942,803	(830,444)	1,591,549	21,338,628
Permanent endowment:	£	£	£	£	£
Rossendale Community Fund	157,287	4,573	(4,573)	14,237	171,524
Sefton MBC Education & Learning Trust	167,831	4,880	(4,880)	15,192	183,023
4 Other Funds	202,191	5,461	(5,461)	16,998	219,189
The Charity of John Goore	622,507	18,100	(18,100)	56,348	678,855
Expendable endowment:					
23 Foundation	1,181,175	29,623	(67,192)	82,952	1,226,558
Aldridge Foundation CF Endowment	60,059	1,746	(1,746)	5,436	65,495
Alfred Shaw Trust	496,797	14,445	(14,445)	44,969	541,766
BHP Billiton	291,877	7,319	(16,602)	20,496	303,090
Blue Sky Foundation Endowment Fund	1,576,796	39,684	(82,216)	111,252	1,645,516
CFLM Discretionary CF Endowment	106,977	3,111	(3,111)	9,683	116,660
CFLM General Endowment	21,097	529	(1,200)	1,481	21,907
Christal Foundation	920,177	23,537	(28,061)	66,333	981,986
Evelyn Partners Merseyside Charitable Endowment Fund (formerly Tilney Investment Management)	593,466	17,256	(17,256)	53,719	647,185
John Goore Trust Endowment Reserve	18,994	-	-	-	18,994
Gorse Bank Trust CF Endowment	20,627	600	(600)	1,867	22,494
Halton Foundation - Halton Chamber of Commerce CF Ei	31,567	918	(918)	2,857	34,424
Halton Foundation - Knights House	434,337	12,629	(12,629)	39,315	473,652
Halton Foundation Trust Transfer Fund	145,585	12,005	(4,292)	14,182	167,480
Halton Foundation Widnes Education Endowment Fund	22,475	653	(653)	2,034	24,509
High Sheriffs and Merseyside Police Trust	596,431	15,492	(30,201)	44,608	626,330
Hill Dickinson Foundation	502,021	14,248	(17,020)	43,671	542,920
Huntley & Palmers Expendable Endowment Fund	60,642	1,520	(3,458)	4,257	62,961
Investec Wealth & Investment Endowment	45,074	1,130	(2,564)	3,165	46,805
John Goore Trust	312,377	7,834	(17,768)	21,935	324,378
Joseph Harley Endowment	61,959	1,554	(3,524)	4,351	64,340
Knowsley Foundation Fred Curran Endowment Fund	61,588	1,791	(1,791)	5,575	67,163
Knowsley Foundation General Endowment Fund	38,098	1,108	(1,108)	3,449	41,547
Lancashire Community Investment CF Endowment Fund	7,881	229	(229)	713	8,594
Lancashire Community Investment Endowment	4,932	124	(281)	346	5,121
Lancashire General Endowment	171,421	4,299	(9,750)	12,036	178,006
Lancaster Community Endowment Fund	37,148	932	(2,113)	2,608	38,575
Lancaster Foundation	1,078,098	31,348	(31,348)	97,587	1,175,685
Leahy Foundation	1,122,901	30,842	(45,220)	92,467	1,200,990
Liverpool Ladies Institution Endowment Fund	-	98,195	(87)	1,868	99,976
Liverpool ONE Foundation	2,682,598	123,100	(114,117)	218,754	2,910,335
Mark McQueen Foundation Combined	627,627	15,739	(35,699)	44,072	651,739
Medicash CF Endowment	1,443	42	(42)	131	1,574
Medicash Endowment Fund	55,091	1,382	(3,134)	3,868	57,207
Merseyside Community Investment	309,694	8,051	(15,631)	23,195	325,309
MJB Fund	769,902	19,984	(39,084)	57,499	808,301
Momentum Foundation Endowment Fund	5,815	6,504	(348)	1,064	13,035
Olivia Rae CF Endowment	32,251	938	(938)	2,919	35,170
Other Endowment Funds	13,117	-	-	-	13,117
Peel Ports 500 Endowment	31,951	800	(1,817)	2,244	33,178
Pendle Young Musicians Bursary	293,186	8,524	(8,524)	26,538	319,724
Progress Housing	271,625	6,812	(15,450)	19,073	282,060
Rumi and Rishi Fund	316,096	9,191	(9,191)	28,613	344,709
The Rossiter Family Fund	288,342	7,231	(16,401)	20,247	299,419
Sefton MBC Arthur Taylor Fund Endowment	6,267	157	(356)	439	6,507
Sefton MBC Educational Trust Fund Endowment	34,487	865	(1,961)	2,421	35,812
Shop Direct CF Endowment	105,650	3,072	(3,072)	9,563	115,213
St Christophers Trust Endowment	561,723	16,333	(16,333)	50,846	612,569
The Cells Charitable Trust	126,030	3,665	(3,665)	11,408	137,438
The Marsden Building Society Charitable Foundation	415,252	263,906	(13,906)	60,179	725,431
The Windle United Fund	204,870	5,957	(5,957)	18,545	223,415
WO Street Lancashire	1,090,162	27,356	(61,081)	76,617	1,133,054
WO Street Merseyside	219,148	5,479	(13,340)	15,327	226,614
	19,634,720	942,803	(830,444)	1,591,549	21,338,628

Accounts

COMMUNITY FOUNDATIONS FOR
LANCASHIRE AND MERSEYSIDE

FINANCIAL STATEMENTS/TRUSTEE REPORT
YEAR ENDED 31 MARCH 2024

Company Number : 03422207

Charity Number : 1068887

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
YEAR ENDED 31 MARCH 2024

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COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
FOR THE YEAR ENDED 31 MARCH 2024

Trustees	W David Wareing, Chairman Dennis Mendoros OBE DL Naz Zaman Donna Howitt Neil Welsh Sarah Pickerill Raj Dev
Management	Rae Brooke Karen Morris Juliet Knight James Proctor
Charity registered number	1068887
Company registered number	03422207
Registered office:	Community Foundations for Lancashire and Merseyside Third Floor Stanley Building 43 Hanover Street Liverpool L1 3DN
Bankers:	Santander Bridle Road Bootle L30 4GB
Independent Auditors:	Mitchell Charlesworth 5 Temple Square Liverpool L2 5RH
Solicitors:	Brabners LLP Horton House Exchange Flags Liverpool L2 3YL
Investment Managers:	Rathbones Group plc (Incorporating Investec) Port of Liverpool Building Pier Head Liverpool L3 1NW CCLA Investment Management Ltd One Angel Lane London EC4R 3AB

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

TRUSTEES' REPORT

The directors of the charitable company are its trustees for the purposes of charity law.

The Trustees present their report and the audited financial statements of the charity for the year ended 31 March 2024. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity'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.'

The charity, CFLM, is constituted as a company limited by guarantee and not having any share capital. The company is registered in England and Wales, number 03422207, and its principal governing document is the company Memorandum and Articles of Association (as amended by special resolution on 4 December 2013 and formerly merged on 1 April 2014). The charity is also registered with the Charity Commission, number 1068887.

Trustees and Senior Staff

The directors of the charitable company are its trustees for the purposes of charity law.

The persons who have acted as Trustees during the year were:

W D Wareing, Chairman

A Myers, Vice Chair (resigned 2 November 2023)

C Wardale, Treasurer (resigned 2 May 2024)

A Roberts (resigned 2 November 2023)

D Mendoros OBE DL

C Bliss (resigned 2 November 2023)

A Meachin (resigned 21 December 2023)

N Zaman

D Howitt

N Welsh

S Pickerill (appointed 2 November 2023)

R Dev (appointed 2 November 2023)

The senior management team (SMT) during the year were:

R Brooke, Chief Executive Officer

K Morris, Development Director

J Knight, Finance Director

J Proctor, Programme Director

Summary of our Purpose & Aims

The Community Foundations for Lancashire & Merseyside operate as one independent registered charity and are part of a UK and international movement of community foundations that distribute community funding, including via grant-making, facilitating and administering community philanthropy, and contributing to achieving positive social change as local community leaders.

- Our Vision is to enrich the lives of people in and around Lancashire and Merseyside and through them create united, thriving and prosperous communities.
- Our Mission is to invest funding strategically under charity law that meets the needs of local communities, placing us as the charity of choice for philanthropists and funding partners, and the primary funder for the areas' social sector
- Our Strategy is to understand the needs of local communities and those who care about those communities (Philanthropists, HNWI's, families, trusts, public / private / third sector organisations) to create partnerships to ensure that the needs of both are met, growing stronger communities together. We bring together individuals, families, foundations, and businesses to build better communities and make a difference.
- Our Theory of Change is: "We help individuals and organisations give to causes that matter to them, where there is most need and where it will have greatest impact. Enriching local people's lives and supporting the creation of united, prosperous and thriving communities."

Our Values are: Pride, Transparency, Working Together and Community Leadership.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

TRUSTEES' REPORT

2023/2024 Annual Review

Introduction

Community Foundation funding distribution has taken place in Merseyside since 1999 and in Lancashire since 2007, investing in total over £71.5 million in over 16,000 grants to voluntary and community groups during that time across Lancashire and Merseyside to support communities to be prosperous and thriving.

Overview of 2023/2024

In awarding grants from 55 different funds and foundations during the year we distributed over £3.24m. This included 512 grants to community groups and individuals across Lancashire and Merseyside, as well as grants to 23 groups outside of our regions. Our joint endowment fund stood at £21.3m by March 2024, having begun endowment building in 2007 with around £130,000.

We administered 55 funds and foundations in 2023/24, working in collaboration with philanthropists, families, trusts and companies who are committed to improving local lives. This work included administering 13 funds in Lancashire, 38 funds in Merseyside, 3 that covered both Lancashire and Merseyside and 1 which also included areas in the rest of the UK.

This includes the funds of the John Goore Charity which CFLM administrate and audit as a corporate trustee. This endowment investment is a significant contributor to our sustainability as well as ensuring community legacy in Lancashire and Merseyside for future generations.

Other Significant Events in 2023/2024

Challenging year for endowment building with uplift in flow through funding

Endowment building achieved the minimum target this year of over £400k, with main contributors being Marsden Building Society, Liverpool Ladies Institute and Liverpool ONE. Endowment building continues to be a challenge although in our current pipeline a potential significant trust transfer of £25m has advanced and is looking incredibly encouraging.

Flow through funding in contrast has seen an increase this year from £2.8m to £3.2m. Major contributors are:

- Know Your Neighbourhood Fund £586,222 (Public Sector)
- NHS Community Partnership £347,464 (Captain Tom charitable donation)
- Football For Change £288,805 (Charitable partnership initiative)
- Liverpool ONE £241,998 (Corporate)

A new flow through fund, LF Foundation, has been established to focus on St Helens and surrounding areas. The FredMill Trust has begun working with us to support the Women's Fund across Lancashire and Merseyside.

Cost of living crisis has continued to be a major focus this year. In order to assist front line groups supporting disadvantaged communities we have influenced donors to be flexible in contributions to group core costs and multi-year funding of projects.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

TRUSTEES' REPORT

Profile and PR

CFLM have attended a high volume of events throughout the year, the notable ones being: Merseyside Women of the Year Awards, NW Family Business Awards, Football for Change fundraisers, Red Rose Awards, EVAs, Professional Liverpool, Saffron networking events including Diwali, UCLAN and East Lancs Chamber events.

The Football for Change events have resulted in significant profile raising for CFLM due to the support of sports and music celebrities and the PR that comes as a result of that.

Amanda Parker, the new Lord Lieutenant of Lancashire, taking the role of our President in Lancashire and our newly appointed Trustees (Ruj Dev and Sarah Pickerill) plus the appointment of Tim Mitchell as new CFL Senior Business Development Manager were featured in the Lancashire Business View and East Lancs Chamber newsletters.

Our Patron Cherie Blair supported our profile raising at the Merseyside Women of the Year Awards by participating in an interview with CFLM CEO which resulted in significant online coverage.

Additional Points to note during the year

Development of Lancashire Investors In Community - The former High Sheriff of Lancashire and current Chairman of Booths supermarkets, Edwin Booth CBE DL, has championed CFLM with the Lancashire Investors In Community initiative to support CFLM core costs and growth plans. 24 businesses were investing in LIIC by the end of 2024 financial year. Tim Mitchell continues to build support for the initiative in the early stages of his appointment.

15 Year Milestones – Both Liverpool ONE and 23 Foundation marked 15 years of working with CFLM. Liverpool ONE held an event at Hope St Hotel and Jamie Carragher participated in a video, both reflecting on the impact of the joint partnership with CFLM.

Our Partnerships as a Catalyst for Change

We administered 55 funds and foundations in 2023/24, working in collaboration with philanthropists, families, trusts and companies who are committed to improving local lives. This work included administering 13 funds in Lancashire, 38 funds in Merseyside, 3 that covered both Lancashire and Merseyside and 1 which also included areas in the rest of the UK.

As an enabler for private change, we strive to support those who choose to work with us to be effective in their giving and to have the greatest impact. We thank all our partners who work with us collaboratively each year for and with communities.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

TRUSTEES' REPORT

Working with Philanthropists and their Families

We continue to work with many business leaders with connections in the North West, facilitating their local giving for communities, including Sir Michael Bibby and Sir Terry Leahy.

We also work closely with a number of families such as the McQueen family for The Mark McQueen Foundation, the Barnett family for the Olivia Rae Foundation, the Webster family for the Christal Foundation, the Sykes/Teasdale family for the Blue Sky Foundation and the Lancaster family for the Lancaster Foundation.

Working with Trusts & Foundations

Trusts and Foundations who work with us include the 23 Foundation, Football for Change Foundation, John Goore Charity, Lancaster Foundation, WO Street Foundation and the Westminster Foundation.

Working with Companies

Liverpool ONE Foundation remains the biggest corporate foundation held with CFLM. At 31 March 2024 the value of this fund was £2,910,335.

CFLM continued their annual work with North & Western Lancashire Chamber of Commerce on the Be Inspired Business Awards Foundation, linked to the Be Inspired Business Awards to recognise good corporate citizenship in the county and support local community work and enterprise.

We thank all the companies that choose to work in collaboration with us to support the communities in which they do business, including Hill Dickinson, Rathbones, Liverpool ONE, Evelyn Partners, FPC, Momentum Group and Marsden Building Society.

The support of our Lancashire Investors In Community is also much appreciated and include:

Booths, UU, Marsden Building Society, Browsholme Hall, CKS Catering Equipment, Dewlay, DSM Accountants, Harrison Drury, James Hall & Co Ltd, MHA Moore and Smalley, Nybble Ltd, Panaz, Star Tissue UK, Workhouse, Backhouse Jones Solicitors, Envirosystems UK Ltd, Nori HR, Business Network, UCLAN, Porsche Centre Preston, Essentialise Workplace Wellbeing Ltd, Fort Vale, IOT Horizon

Unlocking Dormant and Inactive Trusts

Our work in this area continues with the backing of the Charity Commission as a pre-approved administration option for trusts and foundations that are inactive, ineffective or dormant.

Working with New Donors and Fund Holders

The Charity Commission's endorsement of community foundations as an alternative to registering a charity provides a welcomed endorsement of our work locally and as a UK network of 47 community foundations.

The Charity Commission states that "this saves the time and effort of setting up and running a charity then closing it once the original need has been met. Depending on the charity, you can say where you want the money to go."

Our approach to income generation and fund development to bring on board new fund holders involves working with existing and new donors within Lancashire and Merseyside who are committed to our local communities. Via research, project visits, meetings, events and community funding distribution we have built valuable relationships. We secure public sector funding programmes via tender or pitch processes, in line with their requirements and policies for the distribution of public funds. We secure contracts to be regional or local agents of funding programmes via our umbrella body, UK Community Foundations as Quality Accredited Community Foundations.

We thank all those people and organisations who have committed to donating and working with us, especially in building endowment funds with us, for current and future generations of communities.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

TRUSTEES' REPORT

Our Investment in Communities

We supported charities, community groups, social enterprises, vulnerable individuals and households in need to improve the lives of local people across a variety of social themes. The 46% success rate for applications in 2023/24 was lower than the previous year of 57%.

A breakdown of our overall funding approved for distribution to communities is outlined below.

Total Funding Lancashire and Merseyside and other: £3.2m

46% of applications were approved and of the successful awards:

- 99 grants were distributed in Lancashire
- 413 grants were distributed in Merseyside
- 23 grants were distributed across the rest of the UK

Average Award Size

- Average Award Size: £6,446
- Lancashire: £15,641
- Merseyside: £4,488
- Other: £2,018

Funding For Lancashire

Funding was distributed in Lancashire in 2023/24 via 99 awards to community organisations. Our average award size was £15,641, which is an increase on 2022/23 average grant size of £11,994.

Funding For Merseyside

Funding for Merseyside in 2023/24 was distributed to communities via 413 awards. Our average award size was £4,488 which was an increase on 2022/23 average grant size of £4,417.

We distributed 23 awards in 2023/24 outside of our typical Lancashire and Merseyside area. This was due to our work with donors who wished to support work in specific areas of the country in addition to their grant-making in Lancashire and/or Merseyside

Our Community Leadership

We are committed to our strategic view to understand the needs of local communities and donors and, by creating partnerships and involving donors, ensure that these needs are met via a social change agenda.

Our community knowledge is increasing in its importance and further informs many aspects of our work. Our research, highlighting community concerns and priorities, plus our community visit programme and consultation continues to guide giving and our grant-making in Lancashire and Merseyside.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

TRUSTEES' REPORT

Our Governance

The merger of Community Foundation for Lancashire and Community Foundation for Merseyside in April 2014 was a significant milestone. This merger continues to reap the benefits of efficiencies.

Our Board since the merger is clearly defined in the following ways:

- A third representing Lancashire;
- A third representing Merseyside;
- A third made up of specialists, such as legal, HR, finance and grant-making.

Via this approach written into our governing document we are able to maximise our reach, representation, expertise and influence across Lancashire and Merseyside.

Our Board adopts a business approach in a charitable context to ensure CFLM is on a sustainable pathway and is fit-for-purpose in an ever-changing economic and policy landscape.

Our Financial Management & Growth

CFLM for the second year operated with majority public funds, compared to majority private funds in the years before 2020/21. The surplus for the year ended 31 March 2024 continued to ensure that we are breaking even over a three year period. From our current £21.3 million endowment funds held, our ambition is to reach £24 million by 2025 and £37 million by 2030 for full sustainability. Our endowment funds have been impacted by ongoing World events; and the recovery of the funds continues to be slow. We plan for the excess reserves to be invested primarily in our growth and for organisational improvements as finances allow.

Our Organisational Development

CFLM operates in an ever changing economic and political landscape. Due to this we work proactively to be fit for purpose and relevant to our communities in Lancashire and Merseyside. CFLM has developed in ways to allow it to operate switching between majority private and majority public funding.

Our organisational structure consists of 14 staff (approx. 13 full-time equivalents), working across the functions of Programmes (5), Finance and Operations (3), Business Development and Leadership (6)

The commitment and passion of our staff team is hugely valued as we deliver our growth, community leadership and legacy agenda.

The Senior Management Team comprises of the Chief Executive, Development Director and Finance Director and Director of Programs. Remuneration levels are set according to salary bands which have been benchmarked by reference to other community foundations within the UK Community Foundation network. Annual performance objectives are set by reference to key performance indicators agreed by the Board.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

TRUSTEES' REPORT

Key Partnerships

CFLM have 'non-donor' relationships with many key players. Examples include local borough and district authorities, central Government and local business groups, including Knowsley Chamber of Commerce, North & Western Lancashire Chamber of Commerce and the Liverpool City Region Combined Authority. Also included are our professional advisors Brabners, CCLA, Rathbones, Parker Kelly and Mitchell Charlesworth who have all been appointed due to their expertise, commitment to philanthropy or corporate social responsibility and being based in the region.

Nationally we work with and are supported by our membership organisation, UK Community Foundations and exchange best practice with colleagues in the network.

Our Patron, President, Ambassadors and Volunteers

The Board and Exec particularly wish to note their appreciation for the support of the Community Foundation for Merseyside's Patron, Cherie Blair and our Presidents, Amanda Parker, the Lord Lieutenant of Lancashire and Mark Blundell, the Lord Lieutenant of Merseyside, for their continued commitment to the work of the charity.

We wish to thank Edwin Booth (CBE, DL, Executive Chairman at EH Booth & Co Ltd), Moira O'Shaunessy (Managing Partner, FPC), Bipin Patel (Director, Guide Security) and Ram Gupta (CEO, Nybble) for their continued support of CFLM. They have been Ambassadors of our work and facilitated our growth via their investment of time and network connections.

We are grateful for the contribution made by volunteers who are champions and ambassadors for our work, including panel members who recommend our community funding distribution. All of our panel volunteers are inducted and trained, and generally contribute up to four or five days a year to the organisation to help us to distribute funding effectively to communities. Their contribution of knowledge and expertise is hugely valued in the success of our community investment and in terms of ensuring local knowledge and accountability. A special acknowledgement to Mark O'Shaunessy who has supported us with the gathering of community intelligence and insight via visiting groups across Lancashire and Merseyside.

Our Donations In-Kind

CFLM has been afforded use of an office by Liverpool ONE and the Westminster Fund at 3rd Floor Stanley Building, 43 Hanover Street, Liverpool on an in-kind basis as our main office for which we are grateful.

Planning for 2024/25 onwards

Our aims for 2024/25 include the following KPIs: achieve a return on investments on a 5% return basis, growing our endowment fund by at least £1m a year and ambitiously £2 million a year, improving our use of our digital capability and diversifying our community funding options to meet social needs.

Our Strategic Objectives in 2023/24 – 2024/25 will be:

- We will be informed by our community knowledge;
- We will enable social change in our communities as their local community foundation;
- We will grow philanthropy and charitable giving for Lancashire and Merseyside communities;
- We will continue to operate on a sustainable pathway;
- We will continue to be a professional, credible and valued charitable entity;
- We will work together with others for our communities and our network.

We will monitor our progress quarterly during 2024/25 against an annual plan and KPIs and our three year strategic aims in a new economic and political environment, being informed and driven by our community knowledge.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

TRUSTEES' REPORT

Overview of our Governance & Operations

The Objects of our Charity

The objects of our charity, as set out in the CFLM Memorandum and Articles of Association, are the promotion of any charitable purposes for the benefit of the community in the United Kingdom but primarily within the following areas:

- The five Metropolitan Boroughs presently constituting the area of the County of Merseyside namely the City of Liverpool and the Metropolitan Boroughs of Wirral, Sefton, Knowsley and St Helens together with the area of Halton Borough Council;
- The County of Lancashire and the Boroughs of Blackburn with Darwen and Blackpool.

Significant Activities

The main area of our charitable activity is the awarding of charitable funding within the local community. This is achieved by raising donations from private, public and charitable sources and redistributing them (or the income they generate in the case of invested or endowed funds) as constructive grants to the local community, according to the donors' wishes. The charity has relatively little unrestricted income that it can use for grant-making.

The Board

The Board delegates responsibility for the day-to-day operational management of the organization to the Chief Executive.

CFLM is run by a Board of Trustees which is responsible for setting the strategic direction of the organisation, for establishing policy and for maintaining proper governance. It meets quarterly and comprises representatives of and/or experts in the private, public and voluntary sectors. Average trustee attendance is 85%-90% with absences typically due to holiday/sickness. All trustees have job descriptions and person specifications.

The Board delegates responsibility to sub-committees, if required due to the Community Foundations' need.

Trustee Recruitment, Appointment and Development

The trustees are normally appointed by the members of the company and up to one-third of the trustees will normally retire each year and be eligible for re-election at the Annual General Meeting. Trustees can serve two terms of three years with re-election for each term and a third three year term if there is a case for the organisation's business plans. No places on the board are reserved for specific individuals or representatives of particular organisations; detailed procedures are in place for the nomination and appointment of trustees.

Annually the Board assesses the expertise and skills within the Board membership and proactively recruits new trustees with specific experience to ensure a full complement of expertise and skills in order to govern the charity and deliver our charitable objectives for public benefit. All new trustees are given an induction session by the Chairman and Chief Executive to explain the operation of the charity. Regular training and tailored up-dates for trustees take place to update them and to ensure they are fully engaged with the work of the Community Foundations.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

TRUSTEES' REPORT

Our Public Benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. The charity's public benefit is assessed on an annual basis by the Board and staff to ensure we are continually improving our performance against our charitable objects, vision, mission and strategic social aims.

The charity benefits the public by securing income for charitable programmes and funds administered by us from public and private sector, and then distributing this in collaboration with those funders and donors as charitable funding to support charitable activities in communities as a charitable intermediary. Funding programmes and funds are established, developed, decided upon and monitored in line with the social needs and aspirations of the local communities we serve which are identified by local community leaders, subject experts or local donors as well as social intelligence, data, research and community consultations.

Funding is used towards (but not restricted to) the following purposes, provided that in each case, the purpose is recognised as being charitable according to the law of England and Wales:

- The prevention or relief of poverty;
- The advancement of education;
- The advancement of health or the saving of lives;
- The advancement of citizenship or community development, which includes: rural or urban regeneration and the promotion of civic responsibility, volunteering, the voluntary sector or the effectiveness or efficiency of charities;
- The advancement of the arts, culture, heritage or science;
- The advancement of amateur sport;
- racial harmony, or equality and diversity;
- The advancement of environmental protection or improvement;
- The relief of those in need by reason of youth, age, ill-health, disability, financial hardship or other disadvantage;
- The promotion of the efficiency of the armed forces of the Crown; police; fire and rescue services; or ambulance services.

Funding is not to be used to support the following:

- The advancement of religion;
- The advancement of political beliefs or party politics;
- Activities understood to be the exclusive responsibility of statutory authorities;
- Retrospective funding (i.e. paying for costs incurred before a decision on an application to CFLM for support can be made);
- The funding of any public or private sector compensation and / or mitigation.

The policy of the charity is to award funding to individuals and organisations that have made a formal application for a grant, that fulfil the requirements of the relevant programme or fund and which have the necessary systems in place to administer a grant. All funding applications are subject to a formal appraisal by our staff before being presented to the local grant panel, or the donor, for a recommendation. A scoring system and process is used to guide decisions. All panel or donor recommendations are ratified by the CFLM's senior staff or trustees prior to any offer being made. Funding distributed is reported quarterly to the Board by fund, locality and social theme.

Before any funding is distributed, we carefully and thoroughly assess the charitable and public benefits of the proposed activities. The impact of our community funding is then reported to funders, donors, stakeholders, staff and the Board as a measurement of the social impact achieved.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

TRUSTEES' REPORT

Investment Powers

The Charity's Investment Powers are prescribed in its Memorandum and Articles of Association. The Board of Trustees has approved a document called 'Policies on Fund Management and Financial Control', relating to the management of all of its funds and which includes the strategies for the investment of its endowment fund. The purpose of investment in the endowment fund is to generate a sustainable income for grant-making and meeting running costs.

The organisation has appointed professional investment managers to manage the endowment. During the year these were managed by CCLA and Investec. As approved by Board and following a tender process, effective 1 October 2017 investments are to be managed by CCLA for public sector funds and charitable trust transfers, and Investec for corporate and individual endowment donations.

Investment performance targets are issued annually to investment managers; within a framework of maintaining a low to medium risk portfolio, investment performance is measured by the board and finance committee. Each manager is required to maintain a diversified portfolio, with focus on UK and overseas equities, debt instruments and cash; investment in derivatives or "hedge funds" is not permitted without the express consent of the trustees. Investment performance is monitored by the board on a quarterly basis, using benchmarks such as the FT All Stocks Government Index, the FT All Share Index, the FT World Index (excluding UK) and the IPD Index as well as a comparison of the current investment managers' performance with others in the field. Investment performance is reported to Board on a quarterly basis and reviewed annually.

For the Community First Endowment Challenge from 2012 – 2015 CCLA manages the funds based on an investment policy agreed by our UK umbrella organisation, UKCFs with approval from our Board. Although not classified as permanently endowed funds, CCLA manage funds under a total return policy, calculating the indexed value of the initial donation on an annual basis and enabling withdrawal of surplus over and above this figure to supplement income received during the year. This method of calculation has been applied since commencement of the programme so can be precisely calculated by CCLA.

During the previous year, CFLM began to conduct a review of the Ethical Profile of our Investment portfolios with our Investment Managers. Each Trustee and member of the SMT were invited to complete the survey to establish whether any adjustment needed to be made to where our portfolios sat. This process is still in progress.

Our Risk Reviews

Our Board of Trustees undertakes a regular review of the risks that the organisation faces; these are published in a formal Organisational Risk Register and are reported in a Charity Commission advised 'heat map' format quarterly to Board.

All risks identified were addressed and mitigated as far as possible during 2023/24 and looking ahead, no identified risks remain unaddressed. The Risk Assessment is subject to formal annual review and update by the trustees, with interim monitoring on a quarterly basis by the senior staff team. The organisation also uses a traffic light system to monitor and measure progress against a set of key organisational targets. Progress against target is assessed by the staff team on a monthly basis and reported to the Board on a quarterly basis, using a delivery forecast system.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

TRUSTEES' REPORT

Our Reserves Policy

Our Board has continued to endeavour to build and maintain a level of reserves appropriate to its commitments over the coming years. However, it is keen to maximise its charitable objectives and public benefit. The Board continues to strive to ensure that reserves of six months running costs are held at any time as per our policy, in line with the Charity Commission's guidance. Current free general reserves at the year end of £784,297 are sufficient to cover 10 months of budgeted costs for 2024/25. CFLM has built joint reserves as per the policy and covered the budget deficit and core costs jointly as appropriate for sustainability, especially investment in our community impact. Any reserves held above the six month policy level are linked to a Reserves Spending Plan, regularly reviewed and approved by the Board to support CFLM's development and sustainability.

Our Auditor

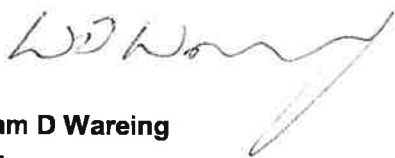
In accordance with the Company's articles, a resolution proposing that Mitchell Charlesworth be reappointed as auditor of the company will be put at the AGM.

Small Company

This report has been prepared in accordance with provisions within Part 15 of the Companies Act 2006 as they relate to small companies.

In approving the Trustees' Annual Report, we also approve the Strategic Report included therein, in our capacity as company directors.

By Order of the Board



William D Wareing
Chair

05 December 2024

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

FINANCIAL REVIEW

Funding

The Trustees are committed to seeking funding from a wide range of sources, ensuring that income streams are diversified and CFLM is not overly reliant on any single source of funding.

Financial Statements

The financial statements have been prepared in accordance with the Companies Act 2006, Charities Act 2011 and FRS102 and comply with the Charities Statement of Recommended Practice on Accounting. The movement in funds is shown on the Consolidated Statement of Financial Activities. CFLM realised a surplus in its unrestricted funds of £69,420 (2023: surplus £19,756). CFLM's total funds (unrestricted funds, restricted immediate impact funds and restricted endowment funds) amounted to £24,386,489 at 31 March 2024 (2023: £22,261,051). The Trustees have passed a total return resolution for permanent endowments - more information is included in note 13.

Reserves Policy

The reserves of CFLM are composed of restricted and unrestricted funds. These funds are maintained at a sufficient level in order to allow the smooth operation of our activities.

Unrestricted Reserves: The Trustees are committed to building up general reserves to ensure that the core activities of CFLM will continue into the future. The target is to have a minimum of six months' core costs in unrestricted reserves – based on our 2024/25 budget this would amount to £462,276. The free general reserves of the Foundation (our unrestricted reserves less our fixed assets) at 31 March 2024 amount to £784,297 (2023: £778,610). Any surplus is invested.

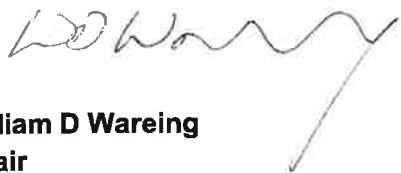
Restricted Reserves: The restricted funds at the year end were either held in the form of cash in bank accounts or investments. Details of investments held are shown in note 13. The current level of restricted funds, and the ongoing funding arrangements relating to those funds, is sufficient to maintain the specific projects they relate to.

Investments Policy

Investment policy is reviewed annually by the finance and risk committee and board, in conjunction with a review of investment performance. Investment managers retain authority to trade in market securities within the mandate of retaining a well-diversified portfolio of medium risk. Our policy on fund management and financial control is available on request.

Commitments

The Trustees had made no commitments to future capital purchases, nor given any guarantees, at the balance sheet date.



William D Wareing
Chair

05 December 2024

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

STATEMENT OF TRUSTEES' RESPONSIBILITIES

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

'The trustees (who are also directors of CFLM for the purposes of company law) are responsible for preparing the Trustees' Annual Report including the Strategic Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as each of the Trustees is aware:

- there is no relevant audit information of which the charitable company's auditor are unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

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

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

Opinion

We have audited the financial statements of Community Foundations for Lancashire and Merseyside (the 'charitable company') for the year ended 31 March 2024 which comprise the consolidated and parent charitable company Statement of Financial Activities (the consolidated and parent company summary income and expenditure account), the consolidated and parent charitable company Balance Sheets, the consolidated Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2024, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 charitable company'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 other information comprises the information included in the trustees annual report², other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report². 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. 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 course of 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.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

Opinion on matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report which includes the directors' report prepared for the purposes of company law for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit;

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement set out on page 14, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the industry and sector, control environment and business performance;
- the charity's own assessment of the risks that irregularities may occur either as a result of fraud or error;
- the results of our enquiries of management and members of the Board of Trustees of their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the charity's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; and
- the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; and
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following areas:

(i) The presentation of the charity's Statement of Financial Activities, (ii) the charity's accounting policy for revenue recognition (iii) the overstatement of salary and other costs. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act and the Statement of Recommended Practice - 'Accounting and Reporting by Charities' issued by the joint SORP making body .

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2024

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the charity's ability to operate or to avoid a material penalty. These included Data Protection Regulations.

Audit response to risks identified

As a result of performing the above, we identified the presentation of the charity's Statement of Financial Activities, revenue recognition and overstatement of wages and other costs as the key audit matters related to the potential risk of fraud. The key audit matters section of our report explains the matters in more detail and also describes the specific procedures we performed in response to those key audit matters.

In addition to the above, our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with relevant laws and regulations described above as having a direct effect on the financial statements
- enquiring of management and members of the Board of Trustees concerning actual and potential litigation and claims;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing correspondence with relevant authorities where matters identified were significant;
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.'

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's 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 charitable company and the charitable company's members as a body for our audit work, for this report, or for the opinions we have formed.

Mitchell Charlesworth (Audit) Limited

Louise Casey BA FCA (Senior Statutory Auditor)

For and on behalf of

MITCHELL CHARLESWORTH (AUDIT) LIMITED

Statutory Auditor

5 Temple Square

Liverpool

L2 5RH

09 December 2024

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED AND COMPANY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2024

	Notes	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2024 £	2023 £
Incoming resources						
Income and endowments from:						
Donations and legacies	4.1	138,393	5,962	411,547	555,902	1,169,814
Charitable activities	4.2	300,398	3,106,394	-	3,406,792	3,144,863
Investments	4.3	143,058	-	531,256	674,314	557,107
Total		581,849	3,112,356	942,803	4,637,008	4,871,784
Expenditure on						
Raising funds	5	(130,375)	-	(37,744)	(168,119)	(148,249)
Charitable activities						
Grant making	5	(744,840)	(3,245,155)	-	(3,989,995)	(3,976,600)
Total		(875,215)	(3,245,155)	(37,744)	(4,158,114)	(4,124,849)
Realised gain on investment assets		-	-	286,013	286,013	22,086
Unrealised gain on investment assets	13	54,995	-	1,305,536	1,360,531	(1,222,051)
Net income/(expenditure)		(238,371)	(132,799)	2,496,608	2,125,438	(453,030)
Transfers between funds	18-20	307,791	484,909	(792,700)	-	-
Net movement in funds		69,420	352,110	1,703,908	2,125,438	(453,030)
Reconciliation of funds						
Total funds brought forward	4.4	782,605	1,843,726	19,634,720	22,261,051	22,714,081
Total funds carried forward		852,025	2,195,836	21,338,628	24,386,489	22,261,051

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities of the charity.

The notes on pages 24 to 41 form part of these financial statements.

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED AND COMPANY SUMMARY INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2024**

	2024	2023
	£	£
Gross income from all sources	4,637,008	4,871,784
Less endowment income	(942,803)	(1,528,526)
Total Income	3,694,205	3,343,258
Total expenditure	(4,158,114)	(4,124,849)
Less endowment expenditure	168,119	35,535
Transfers from endowment funds	792,700	886,168
Net income for the year	496,910	140,112

The notes on pages 24 to 41 form part of these financial statements.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2024

	Notes	2024		2023	
		£	£	£	£
Fixed Assets					
Tangible assets	12	3,778		3,995	
Intangible assets	11	63,950		-	
Investments	13	<u>21,969,067</u>		<u>20,210,164</u>	
			<u>22,036,795</u>		20,214,159
Current Assets					
Debtors	14	161,420		45,450	
Cash at bank and in hand		<u>2,569,012</u>		<u>2,452,056</u>	
		<u>2,730,432</u>		<u>2,497,506</u>	
CREDITORS: amounts					
falling due within one year	15	<u>(380,738)</u>		<u>(450,614)</u>	
Net Current Assets			<u>2,349,694</u>		<u>2,046,892</u>
Total Net Assets			<u><u>24,386,489</u></u>		<u><u>22,261,051</u></u>
The Funds of the Charity					
Endowment Funds	20		21,338,628		19,634,720
Unrestricted Funds	19		852,025		782,605
Restricted Funds	18		<u>2,195,836</u>		<u>1,843,726</u>
Total Charity Funds			<u><u>24,386,489</u></u>		<u><u>22,261,051</u></u>

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

Approved by the Board of Trustees and authorised for issue on 05 December 2024

W D Wareing

Company Number 03422207

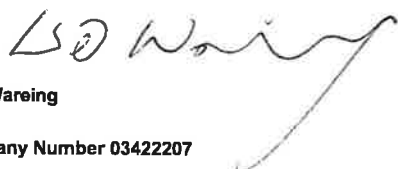
The notes on pages 24 to 41 form part of these financial statements.

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
COMPANY BALANCE SHEET
AS AT 31 MARCH 2024**

	Notes	2024		2023	
		£	£	£	£
Fixed Assets					
Tangible assets	12	3,778		3,995	
Intangible assets	11	63,950		-	
Investments	13	<u>21,969,067</u>		<u>20,210,164</u>	
			<u>22,036,795</u>		20,214,159
Current Assets					
Debtors	14	161,420		45,450	
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Total Net Assets			<u><u>24,386,489</u></u>		<u><u>22,261,051</u></u>
The Funds of the Charity					
Endowment Funds	20		21,338,628		19,634,720
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Restricted Funds	18		<u>2,195,836</u>		<u>1,843,726</u>
Total Charity Funds			<u><u>24,386,489</u></u>		<u><u>22,261,051</u></u>

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

Approved by the Board of Trustees and authorised for issue on 05 December 2024



W D Wareing

Company Number 03422207

The notes on pages 24 to 41 form part of these financial statements.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
STATEMENT OF CONSOLIDATED CASHFLOWS
FOR THE YEAR ENDED 31 MARCH 2024

		2024 £	2023 £
Cash flows from operating activities			
Net cash used in operating activities	22	(609,642)	(1,152,020)
Cash flows from investing activities			
Interest Received		493,512	457,494
Cash (advanced to) from investments		(112,359)	(608,202)
Purchase of tangible assets		(2,152)	(2,585)
Purchase of intangible assets		(63,950)	-
Net cash (used in) investing activities		315,051	(153,293)
Cash flows from financing activities			
Receipt of expendable endowment		411,547	1,034,185
Cash provided by financing activities		411,547	1,034,185
Increase / (Decrease) in cash and cash equivalents in the year		116,956	(271,128)
Cash and cash equivalents at the beginning of the year		2,452,056	2,723,184
Total Cash and cash equivalents at the end of the year	21	2,569,012	2,452,056

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

1 GENERAL INFORMATION

The Charity is a registered charity in England and Wales and is a private company limited by guarantee without share capital, registered in England and Wales under the Companies Act. The address of the principal office is Third Floor, Stanley Building, 43 Hanover Street, Liverpool, L1 3DN.

2 ACCOUNTING POLICIES

Summary of significant accounting policies and key accounting estimates. These policies have been consistently applied to all years presented unless otherwise stated.

2.1 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 the Republic of Ireland (FRS 102) (effective October 2019) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

The Statement of Financial Activities and Balance Sheet consolidate the financial statements of The Charity of John Goore (Charity Reg No 238355) which was acquired on May 2nd 2017.

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

2.2 Going concern

The trustees are satisfied that the accounts should be prepared on a going concern basis and have considered this for the period of twelve months from the date of approval.

2.3 a Incoming resources

Incoming resources are included in the Statement of Financial Activities (SOFA) when they become receivable, except donations and gifts in kind. Donations are included when they are received. Gifts in kind are valued at an estimate of market value where this can be readily ascertained.

Deferral of income takes place where grants are received substantially in advance of the expenditure to which it relates. Where grants include a contribution to costs for distribution of restricted funds, this is recognised on distribution of funds.

Investment returns are drawn in accordance with a total return policy and transferred to restricted funds for distribution, with an agreed proportion transferred to cover management and administration costs. Income to cover costs for management of the invested funds is recognised when received and income to cover costs for distribution of the resulting restricted funds is recognised on distribution of those funds.

Incoming resources from government funded entities are accounted for in the same way as other income.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

2 ACCOUNTING POLICIES (continued)

2.3 b Donated Services and Facilities

Donated professional services and donated facilities are recognised as income when the Community Foundation has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from its use is probable and the economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of volunteers is not recognised and users of these financial statements should refer to the Trustees' annual report for more information about their contribution.

On receipt donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

2.4 Resources expended

Resources expended are included in the SOFA on the accruals basis as a liability is incurred, based on work done or services provided in the period. Expenditure includes irrecoverable VAT, and is reported as part of the expenditure to which it relates.

Grants payable are recognised as expenditure when the commitment is made and monitoring of previous commitments is complete.

Costs of Generating Funds includes the cost of brochures, advertising, fundraising and other promotional events designed to increase public awareness of the Foundation, together with other costs directly attributable to fundraising activities.

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

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in note 5.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

2 ACCOUNTING POLICIES (continued)

2.5 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. The costs of minor additions or those costing under £500 are not capitalised.

Depreciation is provided to write off the cost of each asset over its expected useful life using the following rates and methods:-

Fixtures and fittings	33% straight line
Office equipment	33% straight line

Impairment reviews are carried out as and when evidence comes to light that the recoverable amount of a functional fixed asset is below its net book value due to damage, obsolescence or other relevant factor.

2.6 Intangible fixed assets

Intangible fixed assets are stated at cost less accumulated depreciation. The costs of minor additions or those costing under £500 are not capitalised.

Amortisation is provided to write off the cost of each asset over its expected useful life using the following rates and methods:-

Website and Software development	20% straight line
----------------------------------	-------------------

2.7 Fixed asset investments

Investments are included at fair value at the balance sheet date.

Realised gains and losses on investments are calculated as the difference between sale proceeds and their fair value at the start of the year, or their subsequent cost, net of transaction costs, and are charged or credited to the statement of financial activities in the year of disposal.

Unrealised gains and losses represent the movement in fair value during the year and are credited or charged to the statement of financial activities based on the fair value, as advised by the charity's investment managers, at the year end. All endowed funds received are managed in a total investment return basis.

2.8 Creditors and Provisions

Creditor balances are accounted for once an obligation for payments is confirmed. Grant payments are accrued when approved for settlement, payments for service contracts are accrued once the service has been delivered.

2.9 Pensions

The company contributes to Individual Personal Pension policies for its employees. Contributions are charged to the SOFA in the period to which they relate.

2.10 Fund accounting

Unrestricted funds are incoming resources receivable or generated for the objects of the charity without further specified purpose and which can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund.

Endowment funds are held for long term returns for the Foundation. A percentage withdrawal from the funds is distributed in accordance with the wishes of the original donor. Capital gains or losses arising on the investments form part of the fund. Charges for investment management and advice are charged to the fund as incurred. Income earned on endowment funds is transferred to restricted and unrestricted funds.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

4	INCOMING RESOURCES	2024	2023
		£	£
4.1	Income from donations and legacies		
	Endowments Received	411,547	1,034,185
	Sponsorship, Donations and Membership	56,045	51,310
	Gifts in kind – Use of office	70,000	70,000
	Gifts in kind – Rates	4,843	83
	Gifts in kind – Other	13,467	14,236
		555,902	1,169,814
4.2	Incoming Resources from Charitable Activities		
	1892 Foundation T/A Moore & Smalley	23,743	-
	23 Foundation Fund	14,575	21,424
	23 Foundation 10th Anniversary Fund	-	23,000
	ACC Liverpool Foundation Fund	5,800	12,000
	Anchor Community Connection Fund	36,666	-
	Bernie Fleming Aintree Lung Cancer Fund	584	2,653
	BIBAs Foundation Fund	14,112	3,493
	Big Local Trust Beechwood Fund	197,702	106,631
	Big Local Trust Northwood Fund	137,339	78,530
	Blue Sky Foundation Fund	7,000	3,000
	BRC - Ukrainian Support Fund	-	43,560
	CFLM Discretionary Fund	4,233	-
	Change Liverpool (formerly Home Street Home) Fund	1,183	997
	Clean Air Fund	74,058	-
	Community Cashback Fund	111,000	22,100
	DJ Battle	19,967	-
	Football For Change	335,476	442,459
	Fort Vale Foundation	45,500	-
	FPC Foundation	44,538	20,834
	Her Majesty The Queen Platinum Jubilee Fund	-	9,706
	High Sheriff & Merseyside Police Fund	17,281	16,917
	Hill Dickinson Fund	56,153	26,254
	John Goore Trust Fund	65	65
	John Laing Charitable Trust Fund	22,400	37,400
	Know your Neighbour Fund	635,400	143,866
	Lancashire Community Investment Fund	2,780	-
	Last Choir Singing	25,000	25,000
	LCR Cares Digital Inclusion Fund	150,500	-
	LCR Cares Community Wealth Building Fund	-	96,750
	LCR Cares Mental Health and Wellbeing Fund	-	150,500
	Let's Create Jubilee	2,461	11,000
	LF Foundation Fund	91,000	-
	Liverpool Care Leavers Fund	50,000	-
	Liverpool Ladies Institution Fund	10,901	-
	Liverpool ONE Foundation Fund	275,000	301,997
	Carried forward	2,412,417	1,600,136

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

4	INCOMING RESOURCES (Contd...)	2024	2023
		£	£
4.2	Incoming Resources from Charitable Activities (Contd...)		
	Brought forward	2,412,417	1,600,136
	Mark McQueen Foundation (Combined) Fund	-	3,000
	Masonic Charitable Foundation Fund	-	35,000
	Merseyside Community Investment Fund	5,058	8,932
	Momentum Foundation Fund	23,218	-
	MVRP Sports, Arts & Culture Fund	250,000	544,492
	Nationwide Foundation Fund	-	42,099
	NHS Community Partnership Grant Fund	367,686	421,509
	PHP Social Prescribing Fund	-	95,000
	Preston New Road Community Fund	1,031	1,000
	Red Rose Responding Fund	8,309	15,335
	RWE Innogy UK Ltd Hameldon Hill Wind Farm Community Fund	14,527	13,847
	The FredMill Trust Fund	124,000	99,000
	The Lancashire Womens Fund	5,839	-
	The Marsden Building Society Charitable Foundation Fund	23,674	31,350
	The Merseyside Womens Fund	5,776	7,715
	UKCF Communities In Crisis Appeal Fund	3,000	56,818
	Youth Diversion Fund	162,257	169,630
		3,406,792	3,144,863
4.3	Investment income		
	Bank and other interest	145,293	45,078
	Investment Income	529,021	512,029
		674,314	557,107
	Total Incoming resources	4,637,008	4,871,784

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

4 INCOMING RESOURCES (cont....)

4.4 Comparative Statement of Financial Activities

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2023 £
Incoming resources				
Income and endowments from:				
Donations and legacies	135,629	-	1,034,185	1,169,814
Charitable activities	280,153	2,864,710	-	3,144,863
Investments	62,743	23	494,341	557,107
Total	478,525	2,864,733	1,528,526	4,871,784
Expenditure On:				
Raising funds				
Raising funds	(112,714)	-	(35,535)	(148,249)
Charitable activities				
Grant making	(635,351)	(3,341,249)	-	(3,976,600)
Total	(748,065)	(3,341,249)	(35,535)	(4,124,849)
Realised gain on investment assets	-	-	22,086	22,086
Unrealised gain on investment assets	(23,895)	-	(1,198,156)	(1,222,051)
Net income/(expenditure)	(293,435)	(476,516)	316,921	(453,030)
Transfers between funds	313,191	572,977	(886,168)	-
Net movement in funds	19,756	96,461	(569,247)	(453,030)
Reconciliation of funds				
Total funds brought forward	762,849	1,747,265	20,203,967	22,714,081
Total funds carried forward	782,605	1,843,726	19,634,720	22,261,051

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

5 TOTAL RESOURCES EXPENDED

	Basis of Allocation	Grant Making	Cost of Raising Funds	Governance Costs	Support Costs	Total 2024	Total 2023
		£	£	£	£	£	£
Grants paid (see note 6)	Direct	3,245,155				3,245,155	3,341,249
Staff costs (see below and note 8)	Direct	211,830	34,498	5,182	328,478	579,988	510,564
Other staff costs	Direct	4,923	802	120	7,634	13,479	9,487
Publicity and advertising	Direct				16,655	16,655	15,771
Office supplies & PPS	Staff Time				5,316	5,316	5,458
Meeting costs	Direct				1,313	1,313	1,515
Office costs incl rent	Direct				85,860	85,860	81,511
Audit & accountancy fees	Usage			14,802		14,802	14,270
Travel	Direct				15,766	15,766	14,589
Computer costs	Staff Time				33,458	33,458	18,308
Subscriptions	Direct				13,112	13,112	11,567
Bank charges	Usage				4,282	4,282	830
Insurance	Staff Time				6,258	6,258	5,256
Recruitment	Direct		9,072		8,400	17,472	15,956
Volunteer expenses	Direct				412	412	1,551
Other	Direct				11,763	11,763	9,679
Depreciation	Direct				2,369	2,369	4,404
Legal & professional fees	Usage			6,686	-	6,686	481
Investment management costs	Direct		37,744		-	37,744	35,785
Marketing & publicity	Direct				46,224	46,224	26,618
		<u>3,461,908</u>	<u>82,116</u>	<u>26,790</u>	<u>587,300</u>	<u>4,158,114</u>	<u>4,124,849</u>
Support costs		505,048	82,252		(587,300)	-	
Governance costs		<u>23,039</u>	<u>3,751</u>	<u>(26,790)</u>		-	
		<u>3,989,995</u>	<u>168,119</u>	<u>-</u>	<u>-</u>	<u>4,158,114</u>	

The overheads above include £88,310 of donated goods for which the Community Foundations pay no consideration. Once these donated goods are deducted from core expenditure the overheads (excluding grants awarded & investment management costs) amount to £786,905 (2023: £663,746).

6 GRANTS AWARDED

All the charitable activities undertaken by the charity represent grantmaking. Further details about the grants made in the year can be seen in Note 18.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

7	NET INCOMING RESOURCES	2024	2023
	Net incoming resources are stated after charging:	£	£
	Depreciation	2,369	4,403
	Auditor's remuneration		
	- Audit	14,802	13,850
	- Other	<u>-</u>	<u>420</u>
8	STAFF COSTS	2024	2023
		£	£
	Wages and salaries	488,211	430,723
	Social security costs	44,605	39,173
	Other pension costs	47,172	40,668
		<u>579,988</u>	<u>510,564</u>

2 employees received emoluments in the band of £60,001 - £70,000 (2023: 2).

Total emoluments paid to key management personnel in the period were £260,071 (2023: £ 250,083). The roles of the key personnel were as follows:

Chief Executive
Development Director & Deputy CEO
Finance Director
Programme Director

The charity contributes to Individual Personal Pension policies for all its employees. The assets of the schemes are held separately from those of the Charity in independently administered funds. The pension charge of £47,172 (2023: £40,668) represents contributions paid by the Charity to the funds. There were £5,460 outstanding contributions at 31 March 2024 (31 March 2023: £137).

9	STAFF NUMBERS		
	The average number of employees (excluding trustees) during the year was as follows:		
		2024	2023
		No	No
	Grant making	6	6
	Cost of raising funds	1	1
	Support	6	6
	Total full time equivalents	<u>13</u>	<u>13</u>
	Total staff employed	<u>14</u>	<u>14</u>

10 TAXATION

The charity is exempt from tax on income and gains falling within Section 505 of The Taxes Act 1988 or Section 252 of The Taxation of Charitable Gains Act 1992 to the extent that these are applied to its charitable objectives.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

11 INTANGIBLE FIXED ASSETS (GROUP & COMPANY)	Software Development	Assets under construction	Total
Cost	£	£	£
At 1 April 2023	-	-	-
Additions	16,607	47,343	63,950
At 31 March 2024	16,607	47,343	63,950
Depreciation			
At 1 April 2023	-	-	-
Charge for year	-	-	-
At 31 March 2024	-	-	-
Net book value			
At 31 March 2024	16,607	47,343	63,950
At 1 April 2023	-	-	-

During the year UKCF began work on developing a new Salesforce CRM, at the year end it had not yet come in to use. Also, CFLM commissioned a third party to redevelop their websites which are due to go live in Winter 2024.

12 TANGIBLE FIXED ASSETS (GROUP & COMPANY)	Fixtures & Fittings	Office Equipment	Total
Cost	£	£	£
At 1 April 2023	1,983	16,949	18,932
Additions	-	2,152	2,152
At 31 March 2024	1,983	19,101	21,084
Depreciation			
At 1 April 2023	1,916	13,021	14,937
Charge for year	67	2,302	2,369
At 31 March 2024	1,983	15,323	17,306
Net book value			
At 31 March 2024	-	3,778	3,778
At 1 April 2023	67	3,928	3,995

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

13 INVESTMENTS - GROUP + COMPANY

INVESTMENTS	2024	2023
UK listed investments	£	£
Investec Wealth & Investment		
Market value at 1 April 2023	10,551,252	11,661,054
Additions	419,925	353,194
Disposals at market value	(347,206)	(639,008)
Revaluation gain / (loss)	463,934	(867,313)
	11,087,905	10,507,927
Cash deposits in the UK	67,939	43,325
Sub total Investec Wealth & Investment	11,155,844	10,551,252
CCLA Common Investment Fund		
Market value at 1 April 2023	9,051,357	8,509,424
Additions	257,714	984,184
Disposals at market value	-	(111,408)
Revaluation gain / (loss)	841,602	(330,843)
Sub total CCLA	10,150,673	9,051,357
CCLA CFLM Discretionary Investment		
Market value at 1 April 2023	607,555	631,450
Revaluation gain / (loss)	54,995	(23,895)
Closing market value	662,550	607,555
Total Investments	21,969,067	20,210,164
Historical cost	16,634,462	16,304,029
Listed Investments		
UK investments	10,627,391	9,781,641
Overseas and other investments	11,098,562	9,925,434
Cash deposits	243,114	503,089
	21,969,067	20,210,164

A CCLA and Investec portfolio totalling £1,003,233 (2023: £934,884) represent the assets of the Charity of John Goore. In the company balance sheet these have been reflected as an investment in subsidiary in accordance with the SORP requirements.

The trustees consider individual investment holdings in excess of 5% of the portfolio value to be material. No individual shareholdings or investments are considered individually to be material with the market values and proportion of the portfolio shown as at 31 March 2024 (2023 : None).

The investments are held to provide an investment return to the charity.

	Endowment	Unapplied total return released to income	Total Endowment
At 1 April 2023			
Gift Component of Endowment:	14,973,577	-	14,973,577
Unapplied total return	-	4,661,143	4,661,143
Total	14,973,577	4,661,143	19,634,720
Movements in the reporting period:			
Gift of expendable endowment	411,547	-	411,547
Investment Management Fees	-	-	-
Dividends and Interest	-	531,256	531,256
Realised and Unrealised Gains/Losses	-	1,591,549	1,591,549
Total	411,547	2,122,805	2,534,352
Unapplied total return released to income	-	(792,700)	(792,700)
Net movements in reporting period	411,547	1,330,105	1,741,652
At 31 March 2024			
Gift Component of Endowment:	15,385,124	-	15,385,124
Unapplied total return released to income	-	5,991,248	5,991,248
Total	15,385,124	5,991,248	21,338,628

The fair value of listed investments is determined by reference to quoted market prices.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
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FOR THE YEAR ENDED 31 MARCH 2024

14 DEBTORS (GROUP & COMPANY)

	2024	2023
	£	£
Other debtors	54,509	500
Prepayments & accrued income	106,911	44,950
	<u>161,420</u>	<u>45,450</u>

15 CREDITORS: amounts falling due within one year (GROUP & COMPANY)

	2024	2023
	£	£
Grant creditors	219,449	305,087
Other creditors	27,081	8,096
Accruals	47,743	37,542
Other tax & social security	2,507	-
Deferred income (note 16)	83,958	99,889
	<u>380,738</u>	<u>450,614</u>

16 DEFERRED INCOME (GROUP & COMPANY)

Deferred income comprises income received in advance that the charity is not contractually entitled to distribute at 31 March 2024.

	2024	2023
	£	£
Balance as at 1 April 2023	99,889	81,446
Amount released to income earned from charitable activities	(50,392)	(71,415)
Amount deferred in year	34,461	89,858
Balance as at 31 March 2024	<u>83,958</u>	<u>99,889</u>

17 PENSION SCHEME

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £47,172 (2023 - £ 40,668)

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

18	RESTRICTED FUNDS (GROUP & COMPANY)	As at 1 April 2023 £	Movement in Resources		Gains & Transfers £	As at 31 March 2024 £
			Incoming £	Outgoing £		
	1892 Foundation T/A Moore & Smalley	-	20,972	(20,088)	-	884
	23 Foundation	20,864	12,828	(48,310)	44,095	29,477
	ACC Liverpool Foundation Fund	745	5,104	(5,460)	-	389
	Aldridge Foundation	9,038	-	(9,000)	829	867
	Alfred Shaw Trust Fund	57,186	-	(16,870)	6,850	47,166
	Anchor Community Connection Fund	-	33,333	(33,333)	-	-
	Ann and Ray Messer Foundation	45,717	-	(15,071)	-	30,646
	Bernie Fleming Aintree Lung Cancer Foundation	2,151	527	-	-	2,678
	BHP Billiton Fund	11,091	-	(4,000)	10,896	17,987
	Be Inspired Business Awards Foundation	6,175	12,419	-	-	18,594
	Big Local Trust Beechwood	44,210	188,543	(49,264)	-	183,489
	Big Local Trust Northwood	38,990	125,472	(132,349)	-	32,113
	Blue Sky Foundation Fund	96,951	-	(92,651)	53,620	57,920
	Bridgebuilder Foundation	1,608	-	-	(1,608)	-
	Cells Charitable Trust Fund	14,321	-	(15,622)	1,776	475
	CFLM Discretionary Fund	9,065	3,724	(9,399)	2,263	5,653
	Change Liverpool (formerly Home Street Home) Fund	904	1,087	-	-	1,991
	Chrystal Foundation Revenue Fund	15,976	-	(25,975)	10,000	1
	Christine Ann Foundation	48	-	-	-	48
	Clean Air Fund	-	70,833	(52,459)	-	18,374
	Community Cashback Fund	759	100,000	(100,481)	-	278
	DJ Battle Event	-	23,931	(11,326)	-	12,605
	Evelyn Partners Merseyside Charitable (formerly Tilney Investment Management) Fund	19,233	-	(25,336)	8,184	2,081
	Football for Change	535,879	288,805	(170,011)	-	654,673
	Fort Vale Foundation	-	44,000	-	-	44,000
	FPC Foundation Fund	4,240	42,311	(3,552)	-	42,999
	Gorse Bank Trust	4,839	-	(4,925)	285	199
	Halton Foundation Halton Chamber of Commerce	1,062	-	(1,000)	435	497
	Halton Foundation - Knights House	35,320	-	(6,162)	6,123	35,281
	Halton Foundation Fund	5,513	-	(6,662)	2,227	1,078
	Halton Foundation Widnes Education Fund	4,436	-	-	317	4,753
	Her Majesty The Queen Platinum Jubilee Fund	880	-	-	-	880
	High Sheriff & Merseyside Police Fund	6,917	15,380	(37,245)	19,110	4,162
	Hill Dickinson Fund	1,785	50,698	(40,799)	9,493	21,177
	Huntley & Palmers Fund	1,440	-	-	2,270	3,710
	Investec Wealth & Investment Fund	7	-	-	1,682	1,689
	Japanese Tsunami Fund	1,101	-	(1,101)	-	-
	John Goore Book tokens Fund	400	-	-	-	400
	John Goore Trust Fund	14,139	56	(10,486)	20,437	24,146
	John Laing Charitable Trust Fund	10,200	20,000	(30,200)	-	-
	Joseph Harley Fund	18,615	-	(3,683)	2,313	17,245
	Know Your Neighbour Fund	-	586,222	(586,222)	-	-
	Knowsley Foundation Fred Curran Revenue Fund	5,239	-	(4,528)	868	1,579
	Knowsley Foundation Fund	3,284	-	-	537	3,821
	Knowsley Huyton with Roby War Distress Flow Through Ft	2,324	-	-	662	2,986
	Lancashire Community Investment Fund	13,462	2,503	(21,000)	8,212	3,177
	Lancashire Flood Recovery Fund (General)	30,961	-	-	-	30,961
	Lancashire Flood Recovery Fund (Lancashire)	9,445	-	-	-	9,445
	Lancashire Flood Recovery Fund (Wyre)	17,191	-	-	-	17,191
	Lancaster Community Fund	4,528	-	(4,528)	1,387	1,387
	Lancaster Foundation Fund	74	-	(14,943)	14,869	-
	Last Choir Sunging Community Fund	-	22,000	(22,000)	-	-
	LCR Cares Digital Inclusion Fund	-	140,000	(140,000)	-	-
	Leahy Foundation Fund	59,953	-	-	26,127	86,080
	LF Foundation Fund	-	88,000	-	1,608	89,608
	Liverpool Care Leavers Fund	-	50,000	-	-	50,000
	Liverpool Ladies Institution Fund	-	10,901	(50)	(9,101)	1,750
	Liverpool ONE Co-Ordinator Costs	19,817	-	(18,397)	20,000	21,420
	Liverpool ONE CYPMW Programme Two	75,700	-	(29,569)	59,137	105,268
	Liverpool ONE CYPMW Resilience Training Fund	5,019	-	(1,200)	-	3,819
	Liverpool ONE Foundation Fund	165,452	241,998	(209,049)	(11,239)	187,162
	Liverpool Tennis Foundation Fund	252	-	-	-	252
	Balance carried forward	1,454,506	2,201,647	(2,034,306)	314,664	1,936,511

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

18	RESTRICTED FUNDS (Contd...) (GROUP & COMPANY)	As at	Movement in Resources			As at
		1 April 2023	Incoming	Outgoing	Gains & Transfers	31 March 2024
		£	£	£	£	£
	Balance brought forward	1,454,506	2,201,647	(2,034,306)	314,664	1,936,511
	Mark McQueen Foundation (Combined) Fund	2,071	-	(25,502)	23,431	-
	Medicash	7,945	-	-	2,076	10,021
	Merseyside Community Investment Fund	10,882	4,451	(23,285)	9,882	1,930
	MJB Fund	45,662	-	(43,000)	24,758	27,420
	Momentum Foundation	2,996	20,432	(13,686)	217	9,959
	MVRP Sports, Arts & Culture Fund	-	228,200	(228,200)	-	-
	NHS Community Partnership Grant Fund	-	347,464	(347,464)	-	-
	Olivia Rae Foundation Fund	4,309	-	(1,500)	446	3,255
	Peel Ports 500 Fund	16,878	-	(11,097)	1,194	6,975
	Pendle Music Bursary Fund	-	-	-	4,042	4,042
	Preston New Road Community Benefit Fund	42,979	-	(10,924)	-	32,055
	Progress Housing Association Limited Fund	41,063	-	(39,693)	10,140	11,510
	Red Rose Responding Fund	8,974	7,478	(14,480)	537	2,509
	Rossendale Community Fund	1,930	-	(750)	2,167	3,347
	Rossiter Foundation Fund	-	-	(10,764)	10,764	-
	Rumi & Rishi Fund	53,540	-	-	4,360	57,900
	RWE Innogy UK Ltd Hameldon Hill	28,308	13,207	(21,910)	-	19,605
	Sefton MBC Education & Learning Fund	23,231	-	(3,716)	3,600	23,115
	Sefton MBC Taylor Fund	1,137	-	-	234	1,371
	Shooting Stars Foundation	536	-	-	(536)	-
	Shop Direct Fund	1	-	-	1,457	1,458
	St Christophers Trust Fund	(24,601)	-	-	7,907	(16,694)
	Surviving Winter Lancashire	1,246	-	-	-	1,246
	Surviving Winter Merseyside	188	-	-	-	188
	The BXB Foundation Fund	1,500	-	(1,500)	-	-
	The FredMill Trust Fund	-	112,500	(112,499)	-	1
	The Lancashire Womens Fund	143	5,546	(6,052)	486	123
	The Marsden Building Society Charitable Foundation	30,580	18,853	(32,000)	7,677	25,110
	The Merseyside Womens Fund	1,988	5,071	(10,735)	3,676	-
	The Windle Utd Charity Fund	8,985	-	(3,700)	2,888	8,173
	WO Street Lancashire Fund	41,211	-	(77,401)	40,047	3,857
	WO Street Merseyside Fund	20,533	-	(27,274)	8,795	2,054
	Youth Diversion Fund	1,000	147,507	(143,717)	-	4,790
	Other Funds	14,005	-	-	-	14,005
		1,843,726	3,112,356	(3,245,155)	484,909	2,195,836

Fund balances represent grants receivable for the charity to distribute in accordance with the terms and conditions of the donor. Balances on the funds represent undistributed funds held in the bank accounts

All Funds available, together with the criteria, priorities, areas covered and application process are detailed on our website at www.lancsfoundation.org.uk and www.cfmerseyside.org.uk

Note 28 details the comparative movement on restricted funds .

19 UNRESTRICTED FUNDS
(GROUP & COMPANY)

	As at	Movement in Resources			As at
	1 April 2023	Incoming	Outgoing	Gains & Transfers	31 March 2024
	£	£	£	£	£
Unrestricted funds	782,605	581,849	(875,215)	362,786	852,025

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
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FOR THE YEAR ENDED 31 MARCH 2024

20 ENDOWMENT FUNDS
(GROUP & COMPANY)

	As at 1 April 2023	Movement in Resources			As at 31 March 2024
		Incoming	Outgoing and Transfers	Gains	
	£	£	£	£	£
Permanent endowment	1,149,816	33,014	(33,014)	102,775	1,252,591
Expendable endowment	18,484,904	909,789	(797,430)	1,488,774	20,086,037
	19,634,720	942,803	(830,444)	1,591,549	21,338,628
	1 April 2023	Incoming	Outgoing and Transfers	Gains	31 March 2024
	£	£	£	£	£
Permanent endowment:					
Rossendale Community Fund	157,287	4,573	(4,573)	14,237	171,524
Sefton MBC Education & Learning Trust	167,831	4,880	(4,880)	15,192	183,023
4 Other Funds	202,191	5,461	(5,461)	16,998	219,189
The Charity of John Goore	622,507	18,100	(18,100)	56,348	678,855
Expendable endowment:					
23 Foundation	1,181,175	29,623	(67,192)	82,952	1,226,558
Aldridge Foundation CF Endowment	60,059	1,746	(1,746)	5,436	65,495
Alfred Shaw Trust	496,797	14,445	(14,445)	44,969	541,766
BHP Billiton	291,877	7,319	(16,602)	20,496	303,090
Blue Sky Foundation Endowment Fund	1,576,796	39,684	(82,216)	111,252	1,645,516
CFLM Discretionary CF Endowment	106,977	3,111	(3,111)	9,683	116,660
CFLM General Endowment	21,097	529	(1,200)	1,481	21,907
Christal Foundation	920,177	23,537	(28,061)	66,333	981,986
Evelyn Partners Merseyside Charitable Endowment Fund (formerly Tilney Investment Management)	593,466	17,256	(17,256)	53,719	647,185
John Goore Trust Endowment Reserve	18,994	-	-	-	18,994
Gorse Bank Trust CF Endowment	20,627	600	(600)	1,867	22,494
Halton Foundation - Halton Chamber of Commerce CF Endowment Fund	31,567	918	(918)	2,857	34,424
Halton Foundation - Knights House Charity Endowment	434,337	12,629	(12,629)	39,315	473,652
Halton Foundation Trust Transfer Fund	145,585	12,005	(4,292)	14,182	167,480
Halton Foundation Widnes Education Endowment Fund	22,475	653	(653)	2,034	24,509
High Sheriffs and Merseyside Police Trust	596,431	15,492	(30,201)	44,608	626,330
Hill Dickinson Foundation	502,021	14,248	(17,020)	43,671	542,920
Huntley & Palmers Expendable Endowment Fund	60,642	1,520	(3,458)	4,257	62,961
Investec Wealth & Investment Endowment	45,074	1,130	(2,564)	3,165	46,805
John Goore Trust	312,377	7,834	(17,768)	21,935	324,378
Joseph Harley Endowment	61,959	1,554	(3,524)	4,351	64,340
Knowsley Foundation Fred Curran Endowment Fund	61,588	1,791	(1,791)	5,575	67,163
Knowsley Foundation General Endowment Fund	38,098	1,108	(1,108)	3,449	41,547
Lancashire Community Investment CF Endowment Fund	7,881	229	(229)	713	8,594
Lancashire Community Investment Endowment	4,932	124	(281)	346	5,121
Lancashire General Endowment	171,421	4,299	(9,750)	12,036	178,006
Lancaster Community Endowment Fund	37,148	932	(2,113)	2,608	38,575
Lancaster Foundation	1,078,098	31,348	(31,348)	97,587	1,175,685
Leahy Foundation	1,122,901	30,842	(45,220)	92,467	1,200,990
Liverpool Ladies Institution Endowment Fund	-	98,195	(87)	1,868	99,976
Liverpool ONE Foundation	2,682,598	123,100	(114,117)	218,754	2,910,335
Mark McQueen Foundation Combined	627,627	15,739	(35,699)	44,072	651,739
Medicash CF Endowment	1,443	42	(42)	131	1,574
Medicash Endowment Fund	55,091	1,382	(3,134)	3,868	57,207
Merseyside Community Investment	309,694	8,051	(15,631)	23,195	325,309
MJB Fund	769,902	19,984	(39,084)	57,499	808,301
Momentum Foundation Endowment Fund	5,815	6,504	(348)	1,064	13,035
Olivia Rae CF Endowment	32,251	938	(938)	2,919	35,170
Other Endowment Funds	13,117	-	-	-	13,117
Peel Ports 500 Endowment	31,951	800	(1,817)	2,244	33,178
Pendle Music Bursary - Ruth Sutton CF Endowment	293,186	8,524	(8,524)	26,538	319,724
Progress Housing Association Ltd Endowment Fund	271,625	6,812	(15,450)	19,073	282,060
Rumi and Rishi Fund	316,096	9,191	(9,191)	28,613	344,709
The Rossiter Family Fund	288,342	7,231	(16,401)	20,247	299,419
Sefton MBC Arthur Taylor Fund Endowment	6,267	157	(356)	439	6,507
Sefton MBC Educational Trust Fund Endowment	34,487	865	(1,961)	2,421	35,812
Shop Direct CF Endowment	105,650	3,072	(3,072)	9,563	115,213
St Christophers Trust Endowment	561,723	16,333	(16,333)	50,846	612,569
The Cells Charitable Trust	126,030	3,665	(3,665)	11,408	137,438
The Marsden Building Society Charitable Foundation	415,252	263,906	(13,906)	60,179	725,431
The Windle United Fund	204,870	5,957	(5,957)	18,545	223,415
WO Street Lancashire	1,090,162	27,356	(61,081)	76,617	1,133,054
WO Street Merseyside	219,148	5,479	(13,340)	15,327	226,614
	19,634,720	942,803	(830,444)	1,591,549	21,338,628

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

21 ANALYSIS OF NET ASSETS BETWEEN FUNDS

(GROUP & COMPANY)
2024

	General unrestricted £	Endowment £	Restricted £	Total £
Fixed assets	67,728	-	-	67,728
Investments	698,378	21,270,689	-	21,969,067
Cash	135,788	67,939	2,365,285	2,569,012
Net current liabilities	(49,869)	-	(169,449)	(219,318)
	<u>852,025</u>	<u>21,338,628</u>	<u>2,195,836</u>	<u>24,386,489</u>

	General unrestricted £	Endowment £	Restricted £	Total £
Fixed assets	3,995	-	-	3,995
Investments	618,769	19,591,395	-	20,210,164
Cash	259,918	43,325	2,148,813	2,452,056
Net current liabilities	(100,077)	-	(305,087)	(405,164)
	<u>782,605</u>	<u>19,634,720</u>	<u>1,843,726</u>	<u>22,261,051</u>

22 RECONCILIATION OF NET (EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net (expenditure) for the year	(426,165)	(744,743)
(Increase) in debtors	(115,970)	(17,694)
(Decrease) in creditors	(69,876)	(393,986)
Depreciation	2,369	4,403
	<u>(609,642)</u>	<u>(1,152,020)</u>

23 TRUSTEES' EXPENSES

No trustees have received remuneration. Travel expenses were paid to the following Trustees:

Arthur Roberts	£186 (2023 - £647)
Andy Myers	£255 (2023 - £110)
W David Wareing	£32 (2023 - £794)
Ruj Dev	£49 (2023 - NA)

At the year end, £49 was owed to Ruj Dev.

24 RELATED PARTY TRANSACTIONS

Ms D Howitt, a trustee, is Place Strategy Director at Liverpool One who have provided in-kind office premises to the foundation since January 2011, included in these accounts at a £70,000 (2023: £70,000) value during the year. Liverpool ONE also donated funds to contribute to rates included in these accounts of £4,843 (2023: £83), £11,018 (2023: £11,429) towards electricity costs and £2,449 (2023: £2,808) towards telephone costs.

Liverpool ONE hold endowment and restricted funds with the foundation. The Liverpool ONE endowment fund was valued at £2,910,335 as at 31 March 2024. The fund generated £123,100 (2023: £120,308) during the year, of which £41,167 (2023: £38,778) was donated towards the costs of CFLM, with the balance transferred for distribution through their restricted fund. CFLM received additional donations to the Liverpool ONE fund totalling £100,000 (2023: £100,000) from the Westminster Foundation and £200,000 (2023: £200,000) from Grosvenor (with £50,000 (2023: £50,000) of that amount being transferred to the Liverpool ONE foundation endowment). The Liverpool ONE funds awarded £258,215 throughout 2023/24 (2023: £219,896).

25 CONTINGENT LIABILITIES

The restricted fund balances carried forward at 31 March 2024 represent funds available due to the timing of the receipt of grant funds and their distribution. The conditions attaching to the funding streams are such that the balances represent income for the year as defined in the Charities SORP.

26 POST BALANCE SHEET EVENTS

There are no post balance sheet events.

27 MEMBERS' LIABILITY

The charity is a private company limited by guarantee and consequently does not have share capital. The members are liable to contribute a maximum of £1 each towards the assets of the charity in the event of the company being wound up.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

28 COMPARATIVE RESTRICTED FUNDS
(GROUP & COMPANY)

	As at 1 April 2022 £	Movement in Resources		Gains & Transfers £	As at 31 March 2023 £
		Incoming £	Outgoing £		
23 Foundation	79,825	39,094	(140,945)	42,890	20,864
ACC Liverpool Foundation Fund	2,421	10,560	(12,236)	-	745
Aldridge Foundation	7,085	-	-	1,953	9,038
Alfred Shaw Trust Fund	42,566	-	(1,710)	16,330	57,186
Ann and Ray Messer Foundation	63,117	-	(17,400)	-	45,717
Bernie Fleming Aintree Lung Cancer Foundation	6,581	570	(5,000)	-	2,151
BHP Billiton Fund	11,489	-	(10,998)	10,600	11,091
Be Inspired Business Awards Foundation	3,101	3,074	-	-	6,175
Big Local Trust Beechwood	72,307	96,342	(124,439)	-	44,210
Big Local Trust Northwood	74,097	68,119	(103,226)	-	38,990
Blue Sky Foundation Fund	135,243	-	(85,980)	47,688	96,951
BRC - Ukrainian Support Fund	-	39,600	(39,600)	-	-
Bridgebuilder Foundation	1,608	-	-	-	1,608
Cells Charitable Trust Fund	18,014	-	-	(3,693)	14,321
CFLM Discretionary Fund	7,098	-	(2,294)	4,261	9,065
Christal Foundation Revenue Fund	14,600	-	(32,550)	33,926	15,976
Christine Ann Foundation	2,748	-	(2,700)	-	48
Community Cashback Fund	100,000	10,000	(109,241)	-	759
Dulverton Trust Fund	11,809	-	(11,809)	-	-
Football for Change	150,358	407,951	(22,430)	-	535,879
FPC Foundation Fund	1,088	19,792	(16,640)	-	4,240
Gorse Bank Trust	4,168	-	-	671	4,839
Halton Foundation Halton Chamber of Commerce	5,830	-	(5,819)	1,051	1,062
Halton Foundation - Knights House	34,525	-	(5,777)	6,572	35,320
Halton Foundation Fund	9,976	-	(6,879)	2,416	5,513
Halton Foundation Widnes Education Fund	4,096	-	-	340	4,436
Her Majesty The Queen Platinum Jubilee Fund	67,649	9,706	(46,675)	(29,800)	880
High Sheriff & Merseyside Police Fund	9,489	15,056	(38,792)	21,164	6,917
Hill Dickinson Fund	3,431	23,351	(40,750)	15,753	1,785
Home Street Home Fund	1,927	917	(1,940)	-	904
Huntley & Palmers Fund	47,155	-	(48,059)	2,344	1,440
Investec Wealth & Investment Fund	1,730	-	(3,360)	1,637	7
Japanese Tsunami Fund	1,101	-	-	-	1,101
John Goore Book tokens Fund	400	-	-	-	400
John Goore Trust Fund	8,202	56	(14,883)	20,764	14,139
John Laing Charitable Trust Fund	11,989	33,200	(34,989)	-	10,200
Joseph Harley Fund	17,062	-	(697)	2,250	18,615
Know Your Neighbour Fund	-	135,333	(135,333)	-	-
Knowsley Foundation Fred Curran Revenue Fund	4,307	-	-	932	5,239
Knowsley Foundation Fund	2,708	-	-	576	3,284
Knowsley Huyton with Roby War Distress Flow Through F	1,613	-	-	711	2,324
Lancashire Community Investment Fund	20,583	-	(17,470)	10,349	13,462
Lancaster Foundation Fund	-	-	(35,000)	35,074	74
Lancashire Flood Recovery Fund (Lancashire)	57,597	-	-	(48,152)	9,445
Lancashire Flood Recovery Fund (General)	-	-	-	30,961	30,961
Lancashire Flood Recovery Fund (Wyre)	-	-	-	17,191	17,191
Lancaster Community Fund	3,179	-	-	1,349	4,528
Last Choir Singing Community Fund	-	22,000	(22,000)	-	-
LCR Cares Community Wealth Building Fund	-	90,000	(90,000)	-	-
LCR Cares Mental Health & Wellbeing Fund	-	140,000	(140,000)	-	-
Leahy Foundation Fund	46,585	-	(25,000)	38,368	59,953
Liverpool ONE Co-Ordinator Costs	19,336	-	(17,519)	18,000	19,817
Liverpool ONE CYPMW Programme Two	93,190	-	(156,490)	139,000	75,700
Liverpool ONE CYPMW Proactive Fund	5,019	-	-	-	5,019
Liverpool ONE Foundation Fund	13,266	265,897	(45,887)	(67,824)	165,452
Liverpool Tennis Foundation Fund	752	-	(500)	-	252
Balance carried forward	1,302,020	1,430,618	(1,673,017)	375,652	1,435,273

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

	As at 1 April 2022 £	Movement in Resources		Gains & Transfers £	As at 31 March 2023 £
		Incoming £	Outgoing £		
Balance brought forward	1,302,020	1,430,618	(1,673,017)	375,652	1,435,273
Mark McQueen Foundation (Combined) Fund	11,597	2,640	(33,638)	21,472	2,071
Masonic Charitable Foundation Fund	-	31,500	(31,500)	-	-
Medicash	5,898	-	-	2,047	7,945
Merseyside Community Investment Fund	20,149	8,077	(29,625)	12,281	10,882
MJB Fund	52,916	-	(34,500)	27,246	45,662
Momentum Foundation	2,786	-	-	210	2,996
MVRP Sports, Arts and Culture Fund	-	495,492	(495,492)	-	-
Nationwide Foundation Fund	-	37,927	(37,927)	-	-
NHS Community Partnership Grant Fund	-	409,942	(409,942)	-	-
Olivia Rae Foundation Fund	3,228	-	-	1,081	4,309
Peel Ports 500 Fund	15,718	-	-	1,160	16,878
Pendle Music Bursary Fund	15,853	-	(25,476)	9,623	-
PHP Social Prescribing Fund	-	85,250	(85,250)	-	-
Preston New Road Community Benefit Fund	55,579	-	(12,600)	-	42,979
Progress Housing Association Limited Fund	35,744	-	(4,545)	9,864	41,063
Red Rose Responding Fund	9,897	10,842	(41,565)	29,800	8,974
Rossendale Community Fund	1,169	-	(4,500)	5,261	1,930
Rossiter Foundation Fund	10,611	-	(21,082)	10,471	-
Rumi & Rishi Fund	43,256	-	-	10,284	53,540
RWE Innogy UK Ltd Hameldon Hill	25,415	14,597	(11,704)	-	28,308
Sefton MBC Education & Learning Fund	19,116	-	(2,750)	6,865	23,231
Sefton MBC Taylor Fund	909	-	-	228	1,137
Shooting Stars Foundation	536	-	-	-	536
Shop Direct Fund	-	-	(3,452)	3,453	1
St Christophers Trust Fund	-	-	-	(24,601)	(24,601)
Surviving Winter Lancashire	1,246	-	-	-	1,246
Surviving Winter Merseyside	188	-	-	-	188
The BXB Foundation Fund	1,500	-	-	-	1,500
The FredMill Trust Fund	-	90,000	(90,000)	-	-
The Lancashire Womens Fund	975	-	(1,396)	564	143
The Marsden Building Society Charitable Foundatio	-	30,000	-	580	30,580
The Merseyside Womens Fund	38	7,430	(5,480)	-	1,988
The Windle Utd Charity Fund	8,385	-	(2,500)	3,100	8,985
Tilney Investment Management Fund	18,948	-	(19,050)	19,335	19,233
UKCF Communities In Crisis Appeal Fund	-	56,208	(56,208)	-	-
WO Street Lancashire Fund	56,171	-	(53,370)	38,410	41,211
WO Street Merseyside Fund	13,412	-	(1,470)	8,591	20,533
Youth Diversion Fund	-	154,210	(153,210)	-	1,000
Other Funds	14,005	-	-	-	14,005
	<u>1,747,265</u>	<u>2,864,733</u>	<u>(3,341,249)</u>	<u>572,977</u>	<u>1,843,726</u>

COMPARATIVE UNRESTRICTED FUNDS
(GROUP & COMPANY)

	As at 1 April 2022 £	Incoming £	Outgoing £	Gains & Transfers £	As at 31 March 2023 £
Unrestricted	<u>762,849</u>	<u>478,525</u>	<u>(748,065)</u>	<u>289,296</u>	<u>782,605</u>

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

COMPARATIVE ENDOWMENT FUNDS (contd)
(GROUP & COMPANY)

	As at 1 April 2022	Incoming	Outgoing and Transfers	Gains	As at 31 March 2023
	£	£	£	£	£
COMPARATIVE ENDOWMENT FUNDS					
Permanent Endowment	1,203,108	32,262	(40,415)	(45,139)	1,149,816
Expendable Endowment	19,000,859	1,496,264	(881,288)	(1,130,931)	18,484,904
	20,203,967	1,528,526	(921,703)	(1,176,070)	19,634,720
Permanent endowment:	£	£	£	£	£
Rossendale Community Fund	166,594	4,595	(7,541)	(6,361)	157,287
Sefton MBC Education & Learning Trust	177,761	4,903	(8,045)	(6,788)	167,831
4 Other Funds	211,764	4,664	(6,729)	(7,508)	202,191
The Charity of John Goore	646,989	18,100	(18,100)	(24,482)	622,507
Expendable endowment:					
23 Foundation	1,313,555	28,017	(65,253)	(95,144)	1,181,175
Aldridge Foundation CF Endowment	63,565	1,755	(2,835)	(2,426)	60,059
Alfred Shaw Trust	525,949	14,511	(23,588)	(20,075)	496,797
BHP Billiton	324,593	6,923	(16,128)	(23,511)	291,877
Blue Sky Foundation Endowment Fund	1,739,419	37,290	(73,435)	(126,478)	1,576,796
CFLM Discretionary CF Endowment	113,235	3,125	(5,062)	(4,321)	106,977
CFLM General Endowment	23,461	501	(1,166)	(1,699)	21,097
Christal Foundation	1,024,066	21,832	(51,571)	(74,150)	920,177
John Goore Trust Endowment Reserve	18,994	-	-	-	18,994
Gorse Bank Trust CF Endowment	21,831	603	(974)	(833)	20,627
Halton Foundation - Halton Chamber of Commerce CF I	33,430	922	(1,509)	(1,276)	31,567
Halton Foundation - Knights House	451,419	12,629	(12,629)	(17,082)	434,337
Halton Foundation Trust Transfer Fund	151,311	4,233	(4,233)	(5,726)	145,585
Halton Foundation Widnes Education Endowment Fund	23,359	653	(653)	(884)	22,475
High Sheriffs and Merseyside Police Trust	656,092	14,883	(31,885)	(42,659)	596,431
Hill Dickinson Foundation	533,969	14,172	(22,452)	(23,668)	502,021
Huntley & Palmers Expendable Endowment Fund	67,648	1,441	(3,553)	(4,894)	60,642
Investec Wealth & Investment Endowment	50,126	1,068	(2,490)	(3,630)	45,074
John Goore Trust	347,390	7,409	(17,260)	(25,162)	312,377
Joseph Harley Endowment	68,904	1,469	(3,423)	(4,991)	61,959
Knowsley Foundation Fred Curran Endowment Fund	64,010	1,791	(1,791)	(2,422)	61,588
Knowsley Foundation General Endowment Fund	39,597	1,109	(1,110)	(1,498)	38,098
Lancashire Community Investment CF Endowment Fund	8,341	1,041	(1,183)	(318)	7,881
Lancashire Community Investment Endowment	5,485	117	(272)	(398)	4,932
Lancashire General Endowment	190,634	4,066	(9,471)	(13,808)	171,421
Lancaster Community Endowment Fund	41,312	881	(2,053)	(2,992)	37,148
Lancaster Foundation	1,141,048	31,488	(50,896)	(43,542)	1,078,098
Leahy Foundation	1,212,851	30,317	(56,750)	(63,517)	1,122,901
Liverpool ONE Foundation	2,855,435	120,308	(132,909)	(160,236)	2,682,598
Mark McQueen Foundation Combined	697,975	14,887	(34,678)	(50,557)	627,627
Medicash CF Endowment	1,527	42	(68)	(58)	1,443
Medicash Endowment Fund	61,266	1,307	(3,044)	(4,438)	55,091
Merseyside Community Investment	340,600	7,736	(16,562)	(22,080)	309,694
MJB Fund	847,045	19,189	(41,119)	(55,213)	769,902
Momentum Foundation Endowment Fund	6,466	138	(320)	(469)	5,815
Olivia Rae CF Endowment	34,177	942	(1,564)	(1,304)	32,251
Other Endowment Funds	13,117	-	-	0	13,117
Peel Ports 500 Endowment	35,531	758	(1,765)	(2,573)	31,951
Pendle Young Musicians Bursary	310,377	8,564	(13,909)	(11,846)	293,186
Progress Housing	302,070	6,443	(15,008)	(21,880)	271,625
Rumi and Rishi Fund	334,553	9,232	(14,923)	(12,766)	316,096
The Rossiter Family Fund	320,661	6,839	(15,931)	(23,227)	288,342
Sefton MBC Arthur Taylor Fund Endowment	6,969	148	(346)	(504)	6,267
Sefton MBC Educational Trust Fund Endowment	38,353	817	(1,905)	(2,778)	34,487
Shop Direct CF Endowment	111,832	3,086	(5,000)	(4,268)	105,650
St Christophers Trust Endowment	-	579,131	(8,226)	(9,182)	561,723
The Cells Charitable Trust	130,987	3,665	(3,665)	(4,957)	126,030
The Marsden Building Society Charitable Foundation	-	414,445	(1,166)	1,973	415,252
The Windle United Fund	212,927	5,957	(5,957)	(8,057)	204,870
Tilney Investment Management	628,141	17,335	(28,039)	(23,971)	593,466
WO Street Lancashire	1,210,615	25,844	(58,548)	(87,749)	1,090,162
WO Street Merseyside	244,641	5,205	(13,011)	(17,687)	219,148
	20,203,967	1,528,526	(921,703)	(1,176,070)	19,634,720

Accounts

COMMUNITY FOUNDATIONS FOR
LANCASHIRE AND MERSEYSIDE

FINANCIAL STATEMENTS/TRUSTEE REPORT
YEAR ENDED 31 MARCH 2023

Company Number : 03422207

Charity Number : 1068887

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
YEAR ENDED 31 MARCH 2023

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COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
FOR THE YEAR ENDED 31 MARCH 2023

Registered office:	Community Foundations for Lancashire and Merseyside Third Floor Stanley Building 43 Hanover Street Liverpool L1 3DN
Bankers:	Santander Bridle Road Bootle L30 4GB
Solicitors:	Brabners LLP Horton House Exchange Flags Liverpool L2 3YL
Investment Managers:	Investec Wealth & Investment Ltd The Plaza Old Hall Street Liverpool L3 9AB CCLA Investment Management Ltd One Angel Lane London EC4R 3AB
Auditors:	Beever and Struthers Chartered Accountants The Beehive Lions Drive Shadsworth Business Park Blackburn BB1 2QS

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

TRUSTEES' REPORT

The Trustees (who are also directors for the purposes of company law) present their Report and the Financial Statements for the year ended 31 March 2023 for the Community Foundations for Lancashire and Merseyside hereafter referred to as CFLM.

REFERENCE AND ADMINISTRATIVE DETAILS

The charity, CFLM, is constituted as a company limited by guarantee and not having any share capital. The company is registered in England and Wales, number 03422207, and its principal governing document is the company Memorandum and Articles of Association (as amended by special resolution on 4 December 2013 and formerly merged on 1 April 2014). The charity is also registered with the Charity Commission, number 1068887.

Trustees and Senior Staff

The persons who have acted as Trustees during the year were:

W D Wareing, Chairman (appointed 03 November 2022)

A Myers, Vice Chair

C Wardale, Treasurer

A Roberts

D Mendoros OBE DL

C Bliss

A Meachin

N Zaman

D Howlitt

Neil Welsh (appointed 03 November 2022)

The senior management team (SMT) during the year were:

R Brooke, Chief Executive Officer

K Morris, Development Director

J Knight, Finance Director

J Proctor, Program's Director

Summary of our Purpose & Aims

The Community Foundations for Lancashire & Merseyside operate as one independent registered charity and are part of a UK and international movement of community foundations that distribute community funding, including via grant-making, facilitating and administering community philanthropy, and contributing to achieving positive social change as local community leaders.

- Our Vision is to enrich the lives of people in and around Lancashire and Merseyside and through them create united, thriving and prosperous communities.
- Our Mission is to invest funding strategically under charity law that meets the needs of local communities, placing us as the charity of choice for philanthropists and funding partners, and the primary funder for the areas' social sector
- Our Strategy is to understand the needs of local communities and those who care about those communities (Philanthropists, HNWIs, families, trusts, public / private / third sector organisations) to create partnerships to ensure that the needs of both are met, growing stronger communities together. We bring together individuals, families, foundations, and businesses to build better communities and make a difference.
- Our Theory of Change is: "We help individuals and organisations give to causes that matter to them, where there is most need and where it will have greatest impact. Enriching local people's lives and supporting the creation of united, prosperous and thriving communities."

Our Values are: Pride, Transparency, Working Together and Community Leadership.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

TRUSTEES' REPORT

2022/2023 Annual Review

Introduction

Community Foundation funding distribution has taken place in Merseyside since 1999 and in Lancashire since 2007, investing in total over £68.1 million in over 15,500 grants to voluntary and community groups during that time across Lancashire and Merseyside to support communities to be prosperous and thriving.

Overview of 2022/2023

In awarding grants from 57 different funds and foundations during the year we distributed over £3.3m. This included 568 grants to community groups and individuals across Lancashire and Merseyside, as well as grants to 26 groups outside of our regions. Our joint endowment fund stood at £20.2m by March 2023, having begun endowment building in 2007 with around £130,000.

We administered 57 funds and foundations in 2022/23, working in collaboration with philanthropists, families, trusts and companies who are committed to improving local lives. This work included administering 11 funds in Lancashire, 35 funds in Merseyside, 9 that covered both Lancashire and Merseyside and 2 in the rest of the UK.

This includes the funds of the John Goore Charity which CFLM administers and audit as a corporate trustee. This endowment investment is a significant contributor to our sustainability as well as ensuring community legacy in Lancashire and Merseyside for future generations.

Other Significant Events in 2022/2023

Improved endowment building with reduced flow through funding

This year has seen a return to 'business as usual' with networking very much back on the agenda of the Lancashire and Merseyside business communities. Endowment building has moved from last year's minimum target of £400k to over £1m this year which is encouraging. This was achieved via Lancashire based Marsden Building Society establishing a Foundation with us, post 18 months discussion, and a significant trust transfer via UKCF (St Christophers Trust). Marsden have also gone on to be a Lancashire Investor in Community.

Post Covid-19 the high levels of initial public sector funding has reduced bringing flow through this year to over £2.8m, a more normal state of play, as opposed to over £3.2m in the previous year. Key points to note are:

- Over £1.5m of the £2.8m flow through are public sector funds
- £407,951 was a significant contribution of flow through from Football for Change
- £265,897 was a significant contribution of flow through from Liverpool ONE Foundation
- 2 new fund allocations were in response to Ukrainian refugee needs and cost of living crisis

The war in Ukraine and subsequent cost of living crisis has been a major focus during the year. Both disadvantaged communities and front line groups supporting those communities have struggled to meet increasing utility costs. Families have suffered increasing prices of food and household goods as a result of huge hikes in inflation. In response we have influenced donors to be flexible in contributions to group core costs and have also influenced donors to consider directing their charitable giving to address cost of living needs.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

TRUSTEES' REPORT

Profile and PR

CFLM have attended a high volume of events throughout the year, the notable ones being: Merseyside Women of the Year Awards, NW Family Business Awards, Football for Change fundraisers, Blenheim Foundation launch event, Red Rose Awards, BIBAs, Professional Liverpool, Queen's Jubilee Tapestry events, Saffron networking events including Diwali, Liverpool Ladles Networking and East Lancs Chamber events.

The Football for Change events have resulted in significant profile raising for CFLM due to the support of sports and music celebrities and the PR that comes as a result of that.

Additional Points to note during the year

Development of Lancashire Investors In Community - The former High Sheriff of Lancashire and current Chairman of Booths supermarkets, Edwin Booth CBE DL, continues to champion CFLM with the Lancashire Investors In Community scheme to support CFLM core costs and growth plans. The original 19 businesses investing in LIIC has increased this year to 27 with a target of 40 by the end of 2023. This may need to be revised due to the departure of the Development Manager for Lancashire.

Our Partnerships as a Catalyst for Change

We administered 57 funds and foundations in 2022/23, working in collaboration with philanthropists, families, trusts and companies who are committed to improving local lives. This work included administering 11 funds in Lancashire, 35 funds in Merseyside, 9 that covered both Lancashire and Merseyside and 2 in the rest of the UK.

As an enabler for private change, we strive to support those who choose to work with us to be effective in their giving and to have the greatest impact. We thank all our partners who work with us collaboratively each year for and with communities.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

TRUSTEES' REPORT

Working with Philanthropists and their Families

We continue to work with many business leaders with connections in the North West, facilitating their local giving for communities, including Sir Michael Bibby and Sir Terry Leahy. We also work closely with a number of families such as the McQueen family for The Mark McQueen Foundation, the Barnett family for the Olivia Rae Foundation, the Webster family for the Christal Foundation, the Sykes/Teasdale family for the Blue Sky Foundation and the Lancaster family for the Lancaster Foundation.

Working with Trusts & Foundations

Trusts and Foundations who work with us include the 23 Foundation, Football for Change Foundation, the Fort Foundation, John Goore Charity, Lancaster Foundation, WO Street Foundation and the Westminster Foundation.

Working with Companies

Liverpool ONE Foundation remains the biggest corporate foundation held with CFLM. At 31 March 2023 the value of this fund was £2,682,598.

CFLM continued their annual work with North & Western Lancashire Chamber of Commerce on the Be Inspired Business Awards Foundation, linked to the Be Inspired Business Awards to recognise good corporate citizenship in the county and support local community work and enterprise.

We thank all the companies that choose to work in collaboration with us to support the communities in which they do business, including Hill Dickinson, Investec, Liverpool ONE, TilneyBestInvest, FPC, Momentum Group and Marsden Building Society.

The support of our Lancashire Investors In Community is also much appreciated and include Booths, UU, Marsden Building Society, Browsholme Hall, CKS Catering Equipment, Dewlay, DSM Accountants, Harrison Drury, James Hall & Co Ltd, Kim De Vine Financial Planning, MHA Moore and Smalley, Nybble Ltd, Obas, Panaz, Sales Geek, Star Tissue UK, Workhouse, Backhouse Jones Solicitors, Envirosystems UK Ltd, Nori HR, Makin Lightin, The Business Network Central & East, UCLAN, Porche Centre Preston, PM&M, Clayton legal and Clayton recruitment, Essentialise Workplace Wellbeing Ltd.

Unlocking Dormant and Inactive Trusts

Our work in this area continues with the backing of the Charity Commission as a pre-approved administration option for trusts and foundations that are inactive, ineffective or dormant.

Working with New Donors and Fund Holders

The Charity Commission's endorsement of community foundations as an alternative to registering a charity provides a welcomed endorsement of our work locally and as a UK network of 47 community foundations.

The Charity Commission states that "this saves the time and effort of setting up and running a charity then closing it once the original need has been met. Depending on the charity, you can say where you want the money to go."

Our approach to income generation and fund development to bring on board new fund holders involves working with existing and new donors within Lancashire and Merseyside who are committed to our local communities. Via research, project visits, meetings, events and community funding distribution we have built valuable relationships. We secure public sector funding programmes via tender or pitch processes, in line with their requirements and policies for the distribution of public funds. We secure contracts to be regional or local agents of funding programmes via our umbrella body, UK Community Foundations as Quality Accredited Community Foundations.

We thank all those people and organisations who have committed to donating and working with us, especially in building endowment funds with us, for current and future generations of communities.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

TRUSTEES' REPORT

Our Investment in Communities

We supported charities, community groups, social enterprises, vulnerable individuals and households in need to improve the lives of local people across 11 social themes. The 53% success rate for applications in 2022/23 was slightly higher than the previous year of 51%.

A breakdown of our overall funding approved for distribution to communities is outlined below.

Total Funding Lancashire and Merseyside and other: £3.3m

53% of applications were approved and of the successful awards:

- 102 grants were distributed in Lancashire
- 466 grants were distributed in Merseyside
- 26 grants were distributed across the rest of the UK

Average Award Size

- Average Award Size: £5,744
- Lancashire: £11,994
- Merseyside: £4,417
- Other: £5,015

Funding For Lancashire

Funding was distributed in Lancashire in 2022/23 via 102 awards to community organisations. Our average award size was £11,994, which is an increase on 2021/22 average grant size of £3,487.

Funding For Merseyside

Funding for Merseyside in 2022/23 was distributed to communities via 466 awards. Our average award size was £4,417 which was a decrease on 2021/22 average grant size of £5,028.

We distributed 26 awards in 2022/23 outside of our typical Lancashire and Merseyside area. This was due to our work with donors who wished to support work in specific areas of the country in addition to their grant-making in Lancashire and/or Merseyside

Our Community Leadership

We are committed to our strategic view to understand the needs of local communities and donors and, by creating partnerships and involving donors, ensure that these needs are met via a social change agenda.

Our community knowledge is increasing in its importance and further informs many aspects of our work. Our research, highlighting community concerns and priorities, plus our community visit programme and consultation continues to guide giving and our grant-making in Lancashire and Merseyside.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

TRUSTEES' REPORT

Our Governance

The merger of Community Foundation for Lancashire and Community Foundation for Merseyside in April 2014 was a significant milestone. This merger continues to reap the benefits of efficiencies.

Our Board since the merger is clearly defined in the following ways:

- A third representing Lancashire;
- A third representing Merseyside;
- A third made up of specialists, such as legal, HR, finance and grant-making.

Via this approach written into our governing document we are able to maximise our reach, representation, expertise and influence across Lancashire and Merseyside.

Our Board adopts a business approach in a charitable context to ensure CFLM is on a sustainable pathway and is fit-for-purpose in an ever-changing economic and policy landscape.

Our Financial Management & Growth

CFLM operated for first time in ten years with majority public funds, compared to majority private funds in 2021/22. The surplus for the year ended 31 March 2023 continued to ensure that we are breaking even over a three year period. From our current £19.6 million endowment funds held, our ambition is to reach £22 million by 2024 and £37 million by 2030 for full sustainability. Our endowment funds have been impacted by ongoing World events; and the recovery of the funds continues to be slow. We plan for the excess reserves to be invested primarily in our growth and for organisational improvements as finances allow.

Our Organisational Development

CFLM operates in an ever changing economic and political landscape. Due to this we work proactively to be fit for purpose and relevant to our communities in Lancashire and Merseyside. CFLM has developed in ways to allow it to operate switching between majority private and majority public funding.

Our organisational structure consists of 14 staff (approx. 12 full-time equivalents), working across the functions of Programmes (7), Finance (3), Business Development and Leadership (4)

The commitment and passion of our staff team is hugely valued as we deliver our growth, community leadership and legacy agenda.

The Senior Management Team comprises of the Chief Executive, Development Director and Finance Director and Director of Programs. Remuneration levels are set according to salary bands which have been benchmarked by reference to other community foundations within the UK Community Foundation network. Annual performance objectives are set by reference to key performance indicators agreed by the Board.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

TRUSTEES' REPORT

Key Partnerships

CFLM have 'non-donor' relationships with many key players. Examples include local borough and district authorities, central Government and local business groups, including Knowsley Chamber of Commerce, North & Western Lancashire Chamber of Commerce and the Liverpool City Region Combined Authority. Also included are our professional advisors Brabners, CCLA, Investec, Parker Kelly and Beever & Struthers who have all been appointed due to their expertise, commitment to philanthropy or corporate social responsibility and being based in the region.

Nationally we work with and are supported by our membership organisation, UK Community Foundations and exchange best practice with colleagues in the network.

Our Patron, President, Ambassadors and Volunteers

The Board and Exec particularly wish to note their appreciation for the support of the Community Foundation for Merseyside's Patron, Cherie Blair and our Presidents, Lord Shuttleworth, the Lord Lieutenant of Lancashire and Mark Blundell, the Lord Lieutenant of Merseyside, for their continued commitment to the work of the charity. This year marks the final full year for Lord Shuttleworth as our President and we wish to acknowledge his significance in the establishment of the Community Foundation for Lancashire. Much community benefit has been achieved since 2007 as a result of his foresight and commitment.

We wish to thank Edwin Booth (CBE, DL, Executive Chairman at EH Booth & Co Ltd), Molra O'Shaunessy (Managing Partner, FPC), Bipin Patel (Director, Guide Security) and Ram Gupta (CEO, Nybble) for their continued support of CFLM. They have been Ambassadors of our work and facilitated our growth via their investment of time and network connections.

We are grateful for the contribution made by volunteers who are champions and ambassadors for our work, including panel members who recommend our community funding distribution. All of our panel volunteers are inducted and trained, and generally contribute up to four or five days a year to the organisation to help us to distribute funding effectively to communities. Their contribution of knowledge and expertise is hugely valued in the success of our community investment and in terms of ensuring local knowledge and accountability. A special acknowledgement to Mark O'Shaunessy who has supported us with the gathering of community intelligence and insight via visiting groups across Lancashire and Merseyside.

Our Donations In-Kind

CFLM has been afforded use of an office by Liverpool ONE and the Westminster Fund at 3rd Floor Stanley Building, 43 Hanover Street, Liverpool on an in-kind basis as our main office for which we are grateful.

Planning for 2023/24 onwards

Our aims for 2023/24 include the following KPIs: achieve a return on investments on a 5% return basis, growing our endowment fund by at least £1m a year and ambitiously £2 million a year, improving our use of our digital and database tools and diversifying our community funding options to meet social needs.

Our Strategic Objectives in 2022/23 – 2023/24 will be:

- We will be informed by our community knowledge;
- We will enable social change in our communities as their local community foundation;
- We will grow philanthropy and charitable giving for Lancashire and Merseyside communities;
- We will continue to operate on a sustainable pathway;
- We will continue to be a professional, credible and valued charitable entity;
- We will work together with others for our communities and our network.

We will monitor our progress quarterly during 2023/24 against an annual plan and KPIs and our three year strategic aims in a new economic and political environment, being informed and driven by our community knowledge.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

TRUSTEES' REPORT

Overview of our Governance & Operations

The Objects of our Charity

The objects of our charity, as set out in the CFLM Memorandum and Articles of Association, are the promotion of any charitable purposes for the benefit of the community in the United Kingdom but primarily within the following areas:

- The five Metropolitan Boroughs presently constituting the area of the County of Merseyside namely the City of Liverpool and the Metropolitan Boroughs of Wirral, Sefton, Knowsley and St Helens together with the area of Halton Borough Council;
- The County of Lancashire and the Boroughs of Blackburn with Darwen and Blackpool.

Significant Activities

The main area of our charitable activity is the awarding of charitable funding within the local community. This is achieved by raising donations from private, public and charitable sources and redistributing them (or the income they generate in the case of invested or endowed funds) as constructive grants to the local community, according to the donors' wishes. The charity has relatively little unrestricted income that it can use for grant-making.

The Board

The Board delegates responsibility for the day-to-day operational management of the organization to the Chief Executive.

CFLM is run by a Board of Trustees which is responsible for setting the strategic direction of the organisation, for establishing policy and for maintaining proper governance. It meets quarterly and comprises representatives of and/or experts in the private, public and voluntary sectors. Average trustee attendance is 85%-90% with absences typically due to holiday/sickness. All trustees have job descriptions and person specifications.

The Board delegates responsibility to sub-committees, if required due to the Community Foundations' need.

Trustee Recruitment, Appointment and Development

The trustees are normally appointed by the members of the company and up to one-third of the trustees will normally retire each year and be eligible for re-election at the Annual General Meeting. Trustees can serve two terms of three years with re-election for each term and a third three year term if there is a case for the organisation's business plans. No places on the board are reserved for specific individuals or representatives of particular organisations; detailed procedures are in place for the nomination and appointment of trustees.

Annually the Board assesses the expertise and skills within the Board membership and proactively recruits new trustees with specific experience to ensure a full complement of expertise and skills in order to govern the charity and deliver our charitable objectives for public benefit. All new trustees are given an induction session by the Chairman and Chief Executive to explain the operation of the charity. Regular training and tailored up-dates for trustees take place to update them and to ensure they are fully engaged with the work of the Community Foundations.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

TRUSTEES' REPORT

Our Public Benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. The charity's public benefit is assessed on an annual basis by the Board and staff to ensure we are continually improving our performance against our charitable objects, vision, mission and strategic social aims.

The charity benefits the public by securing income for charitable programmes and funds administered by us from public and private sector, and then distributing this in collaboration with those funders and donors as charitable funding to support charitable activities in communities as a charitable intermediary. Funding programmes and funds are established, developed, decided upon and monitored in line with the social needs and aspirations of the local communities we serve which are identified by local community leaders, subject experts or local donors as well as social intelligence, data, research and community consultations.

Funding is used towards (but not restricted to) the following purposes, provided that in each case, the purpose is recognised as being charitable according to the law of England and Wales:

- The prevention or relief of poverty;
- The advancement of education;
- The advancement of health or the saving of lives;
- The advancement of citizenship or community development, which includes: rural or urban regeneration and the promotion of civic responsibility, volunteering, the voluntary sector or the effectiveness or efficiency of charities;
- The advancement of the arts, culture, heritage or science;
- The advancement of amateur sport;
- racial harmony, or equality and diversity;
- The advancement of environmental protection or improvement;
- The relief of those in need by reason of youth, age, ill-health, disability, financial hardship or other disadvantage;
- The promotion of the efficiency of the armed forces of the Crown; police; fire and rescue services; or ambulance services.

Funding is not to be used to support the following:

- The advancement of religion;
- The advancement of political beliefs or party politics;
- Activities understood to be the exclusive responsibility of statutory authorities;
- Retrospective funding (i.e. paying for costs incurred before a decision on an application to CFLM for support can be made);
- The funding of any public or private sector compensation and / or mitigation.

The policy of the charity is to award funding to individuals and organisations that have made a formal application for a grant, that fulfil the requirements of the relevant programme or fund and which have the necessary systems in place to administer a grant. All funding applications are subject to a formal appraisal by our staff before being presented to the local grant panel, or the donor, for a recommendation. A scoring system and process is used to guide decisions. All panel or donor recommendations are ratified by the CFLM's senior staff or trustees prior to any offer being made. Funding distributed is reported quarterly to the Board by fund, locality and social theme.

Before any funding is distributed, we carefully and thoroughly assess the charitable and public benefits of the proposed activities. The impact of our community funding is then reported to funders, donors, stakeholders, staff and the Board as a measurement of the social impact achieved.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

TRUSTEES' REPORT

Investment Powers

The Charity's Investment Powers are prescribed in its Memorandum and Articles of Association. The Board of Trustees has approved a document called 'Policies on Fund Management and Financial Control', relating to the management of all of its funds and which includes the strategies for the investment of its endowment fund. The purpose of investment in the endowment fund is to generate a sustainable income for grant-making and meeting running costs.

The organisation has appointed professional investment managers to manage the endowment. During the year these were managed by CCLA and Investec. As approved by Board and following a tender process, effective 1 October 2017 investments are to be managed by CCLA for public sector funds and charitable trust transfers, and Investec for corporate and individual endowment donations.

Investment performance targets are issued annually to investment managers; within a framework of maintaining a low to medium risk portfolio, investment performance is measured by the board and finance committee. Each manager is required to maintain a diversified portfolio, with focus on UK and overseas equities, debt instruments and cash; investment in derivatives or "hedge funds" is not permitted without the express consent of the trustees. Investment performance is monitored by the board on a quarterly basis, using benchmarks such as the FT All Stocks Government Index, the FT All Share Index, the FT World Index (excluding UK) and the IPD Index as well as a comparison of the current investment managers' performance with others in the field. Investment performance is reported to Board on a quarterly basis and reviewed annually.

For the Community First Endowment Challenge from 2012 – 2015 CCLA manages the funds based on an investment policy agreed by our UK umbrella organisation, UKCFs with approval from our Board. Although not classified as permanently endowed funds, CCLA manage funds under a total return policy, calculating the indexed value of the initial donation on an annual basis and enabling withdrawal of surplus over and above this figure to supplement income received during the year. This method of calculation has been applied since commencement of the programme so can be precisely calculated by CCLA.

During the year, CFLM began to conduct a review of the Ethical Profile of our Investment portfolios with our Investment Managers. Each Trustee and member of the SMT were invited to complete the survey to establish whether any adjustment needed to be made to where our portfolios sat. This process is still in progress.

Our Risk Reviews

Our Board of Trustees undertakes a regular review of the risks that the organisation faces; these are published in a formal Organisational Risk Register and are reported in a Charity Commission advised 'heat map' format quarterly to Board.

All risks identified were addressed and mitigated as far as possible during 2022/23 and looking ahead, no identified risks remain unaddressed. The Risk Assessment is subject to formal annual review and update by the trustees, with interim monitoring on a quarterly basis by the senior staff team. The organisation also uses a traffic light system to monitor and measure progress against a set of key organisational targets. Progress against target is assessed by the staff team on a monthly basis and reported to the Board on a quarterly basis, using a delivery forecast system.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

TRUSTEES' REPORT

Our Reserves Policy

Our Board has continued to endeavour to build and maintain a level of reserves appropriate to its commitments over the coming years. However, it is keen to maximise its charitable objectives and public benefit. The Board continues to strive to ensure that reserves of six months running costs are held at any time as per our policy, in line with the Charity Commission's guidance. Current reserves at the year end of £782,605 are sufficient to cover 11.5 months of budgeted costs for 2023/24. CFLM has built joint reserves as per the policy and covered the budget deficit and core costs jointly as appropriate for sustainability, especially investment in our community impact. Any reserves held above the six month policy level are linked to a Reserves Spending Plan, regularly reviewed and approved by the Board to support CFLM's development and sustainability.

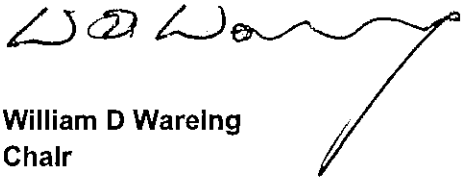
Our Auditor

In accordance with the Company's articles, a resolution proposing that Beever and Struthers be reappointed as auditor of the company will be put at the AGM.

Small Company

This report has been prepared in accordance with provisions within Part 15 of the Companies Act 2006 as they relate to small companies.

By Order of the Board



William D Wareing
Chair

02 November 2023

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

FINANCIAL REVIEW

Funding

The Trustees are committed to seeking funding from a wide range of sources, ensuring that income streams are diversified and CFLM is not overly reliant on any single source of funding.

Financial Statements

The financial statements have been prepared in accordance with the Companies Act 2006, Charities Act 2011 and FRS102 and comply with the Charities Statement of Recommended Practice on Accounting. The movement in funds is shown on the Consolidated Statement of Financial Activities. CFLM realised a surplus in its unrestricted funds of £19,756 (2022: surplus £121,954). CFLM's total funds (unrestricted funds, restricted immediate impact funds and restricted endowment funds) amounted to £22,261,051 at 31 March 2023 (2022: £22,714,081). The Trustees have passed a total return resolution for permanent endowments - more information is included in note 12.

Reserves Policy

The reserves of CFLM are composed of restricted and unrestricted funds. These funds are maintained at a sufficient level in order to allow the smooth operation of our activities.

Unrestricted Reserves: The Trustees are committed to building up general reserves to ensure that the core activities of CFLM will continue into the future. The target is to have a minimum of six months' core costs in unrestricted reserves – based on our 2023/24 budget this would amount to £411,436. The free general reserves of the Foundation (our unrestricted reserves less our fixed assets) at 31 March 2023 amount to £778,610 (2022: £757,036). Any surplus is invested.

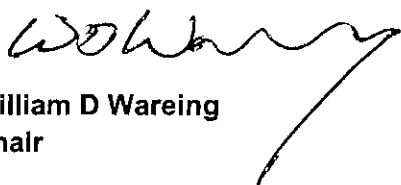
Restricted Reserves: The restricted funds at the year end were either held in the form of cash in bank accounts or investments. Details of investments held are shown in note 12. The current level of restricted funds, and the ongoing funding arrangements relating to those funds, is sufficient to maintain the specific projects they relate to.

Investments Policy

Investment policy is reviewed annually by the finance and risk committee and board, in conjunction with a review of investment performance. Investment managers retain authority to trade in market securities within the mandate of retaining a well-diversified portfolio of medium risk. Our policy on fund management and financial control is available on request.

Commitments

The Trustees had made no commitments to future capital purchases, nor given any guarantees, at the balance sheet date.



William D Wareing
Chair

02 November 2023

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

STATEMENT OF TRUSTEES' RESPONSIBILITIES COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

The Trustees (who are also directors of CFLM for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) including FRS 102 'The Financial Reporting Standard' applicable in the United Kingdom and Republic of Ireland'. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as each of the Trustees is aware:

- there is no relevant audit information of which the charitable company's auditor are unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

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

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

We have audited the financial statements of Community Foundations for Lancashire and Merseyside "the parent charitable company" and its subsidiaries ("the group") for the year ended 31 March 2023 which comprise the consolidated and parent charitable company Statement of Financial Activities (the consolidated and parent company summary income and expenditure account), the consolidated and parent charitable company Balance Sheets, the consolidated Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 March 2023 and of the group's net income and net movement in funds for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group 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

We have nothing to report to you in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

Opinion on matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report which includes the directors' report prepared for the purposes of company law for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit;

Responsibilities of directors

As explained more fully in the Trustees' Responsibilities Statement set out on page 14, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's web-site at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Ability to Detect Irregularities

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements based on our understanding of the Company and through discussion with the Directors and other management (as required by auditing standards).

We also had regard to laws and regulations in areas that directly affect the financial statements including financial reporting (including related company legislation) and taxation legislation. We considered the extent of compliance with those laws and regulations as part of our procedures on the related financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements.

We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit. Audit procedures performed included:

- Discussions with management, enquiring over non-compliance with laws, regulations and fraud;
- Reviewing minutes of all Board meetings during the year; and
- Review of transactions (including journals) using data analytic software.

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience of the company
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Charities Act 2011.
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence.
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2023

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud.
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures on income, expenditure, debtors and creditors to identify any unusual or unexpected relationships.
- tested journal entries to identify unusual transactions.
- assessed whether judgements and assumptions made in determining the accounting estimates set out in Note 3 were indicative of potential bias.
- investigated the rationale behind significant or unusual transactions.

There are inherent limitations in the audit procedures described above. We did not identify any such irregularities, however as with any audit, there remained a higher risk of non-detection of irregularities due to fraud, as these may involve deliberate concealment, collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's 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 charitable company and the charitable company's members as a body for our audit work, for this report, or for the opinions we have formed.



Mark Bradley BA FCA (Senior Statutory Auditor)

For and on behalf of

BEEVER AND STRUTHERS

Statutory Auditor

The Beehive

Lions Drive

Shadsworth Business Park

Blackburn BB1 2QS

02 November 2023

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED AND COMPANY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2023 £	2022 £
Incoming resources						
Income and endowments from:						
Donations and legacies	4.1	135,629	-	1,034,185	1,169,814	219,762
Charitable activities	4.2	280,153	2,864,710	-	3,144,863	3,277,288
Investments	4.3	62,743	23	494,341	557,107	552,672
Total		478,525	2,864,733	1,528,526	4,871,784	4,049,702
Expenditure on						
Raising funds						
Costs of generating donations and legacies	5	(355,772)	-	-	(355,772)	(314,379)
Investment management costs	5	-	-	(35,535)	(35,535)	(41,865)
Charitable activities	5	(392,293)	(3,341,249)	-	(3,733,542)	(3,843,941)
Total		(748,065)	(3,341,249)	(35,535)	(4,124,849)	(4,200,185)
Realised gain on investment assets		-	-	22,086	22,086	511,898
Unrealised loss on investment assets	12	(23,895)	-	(1,198,158)	(1,222,051)	783,835
Net Income/(expenditure)		(293,435)	(478,516)	316,921	(453,030)	1,125,251
Transfers between funds	16-18	313,191	572,977	(888,168)	-	-
Net movement in funds		19,756	96,461	(569,247)	(453,030)	1,125,251
Reconciliation of funds						
Total funds brought forward	4.5	762,849	1,747,265	20,203,967	22,714,081	21,588,830
Total funds carried forward		782,605	1,843,726	19,634,720	22,261,051	22,714,081

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities of the charity.

The notes on pages 24 to 40 form part of these financial statements.

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED AND COMPANY SUMMARY INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2023**

	2023	2022
	£	£
Gross Income from all sources	4,871,784	4,049,702
Less endowment income	(1,528,526)	(607,516)
Total Income	3,343,258	3,442,186
Total expenditure	(4,124,849)	(4,200,185)
Less endowment expenditure	35,535	41,865
Transfers from endowment funds	886,168	862,316
Net income for the year	140,112	146,182

The notes on pages 24 to 40 form part of these financial statements.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2023

	Notes	2023		2022	
		£	£	£	£
Tangible assets	11	3,995		5,813	
Investments	12	<u>20,210,164</u>		<u>20,801,928</u>	
			20,214,159		20,807,741
Current Assets					
Debtors	13	45,450		27,756	
Cash at bank and in hand		<u>2,452,056</u>		<u>2,723,184</u>	
		2,497,506		2,750,940	
CREDITORS: amounts falling due within one year	14	<u>(450,614)</u>		<u>(844,600)</u>	
Net Current Assets			2,046,892		1,906,340
Total Net Assets			<u>22,261,051</u>		<u>22,714,081</u>
The Funds of the Charity					
Endowment Funds	18		19,634,720		20,203,967
Unrestricted Funds	17		782,605		782,849
Restricted Funds	16		<u>1,843,726</u>		<u>1,747,265</u>
Total Charity Funds			<u>22,261,051</u>		<u>22,714,081</u>

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

Approved by the Board of Trustees and authorised for issue on 02 November 2023

W D Wareing

Company Number 03422207

The notes on pages 24 to 40 form part of these financial statements.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
COMPANY BALANCE SHEET
AS AT 31 MARCH 2023

	Notes	2023		2022	
		£	£	£	£
Tangible assets	11	3,995		5,813	
Investments	12	<u>20,210,164</u>		<u>20,801,928</u>	
			<u>20,214,159</u>		<u>20,807,741</u>
Current Assets					
Debtors	13	45,450		27,756	
Cash at bank and In hand		<u>2,452,056</u>		<u>2,723,184</u>	
		<u>2,497,506</u>		<u>2,750,940</u>	
CREDITORS: amounts falling due within one year	14	<u>(450,614)</u>		<u>(844,600)</u>	
Net Current Assets			<u>2,046,892</u>		<u>1,906,340</u>
Total Net Assets			<u><u>22,261,051</u></u>		<u><u>22,714,081</u></u>
The Funds of the Charity					
Endowment Funds	18		19,634,720		20,203,967
Unrestricted Funds	17		782,605		762,849
Restricted Funds	16		<u>1,843,726</u>		<u>1,747,265</u>
Total Charity Funds			<u><u>22,261,051</u></u>		<u><u>22,714,081</u></u>

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

Approved by the Board of Trustees and authorised for issue on 02 November 2023



W D Wareing

Company Number 03422207

The notes on pages 24 to 40 form part of these financial statements.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
STATEMENT OF CONSOLIDATED CASHFLOWS
FOR THE YEAR ENDED 31 MARCH 2023

	2023 £	2022 £
Net (expenditure) for the year	(744,743)	(716,134)
Adjustments for:		
(Increase)/Decrease in debtors	(17,694)	52,280
(Decrease)/Increase in creditors	(393,986)	190,221
Loss on disposal of fixed assets	-	-
Depreciation	4,403	4,471
Net cash used in operating activities	(1,152,020)	(469,162)
Interest Received	457,494	442,014
Cash flows from investing activities		
Cash (advanced to)/withdrawn from investments	(608,202)	(94,050)
Purchase of fixed assets	(2,585)	(717)
Net cash provided by (used in) investing activities	(610,787)	(94,767)
Cash flows from financing activities		
Receipt of expendable endowment	1,034,185	85,790
Cash provided by financing activities	1,034,185	85,790
(Decrease)/Increase in cash and cash equivalents in the year	(271,128)	(38,125)
Cash and cash equivalents at the beginning of the year	2,723,184	2,759,309
Total Cash and cash equivalents at the end of the year	2,452,056	2,723,184

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 GENERAL INFORMATION

The Charity is a registered charity in England and Wales and is a private company limited by guarantee without share capital, registered in England and Wales under the Companies Act. The address of the principal office is Third Floor, Stanley Building, 43 Hanover Street, Liverpool, L1 3DN.

2 STATEMENT OF COMPLIANCE

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) and the Companies Act 2006.

3 ACCOUNTING POLICIES

Summary of significant accounting policies and key accounting estimates

3.1 Basis of preparation

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 the Republic of Ireland (FRS 102) (effective 1 January 2015) - Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Statement of Financial Activities and Balance Sheet consolidate the financial statements of The Charity of John Goore (Charity Reg No 238355) which was acquired on May 2nd 2017.

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

3.2 Going concern

The trustees are satisfied that the accounts should be prepared on a going concern basis and have considered this for the period of twelve months from the date of approval.

3.3 a Incoming resources

Incoming resources are included in the Statement of Financial Activities (SOFA) when they become receivable, except donations and gifts in kind. Donations are included when they are received. Gifts in kind are valued at an estimate of market value where this can be readily ascertained.

Deferral of income takes place where grants are received substantially in advance of the expenditure to which it relates. Where grants include a contribution to costs for distribution of restricted funds, this is recognised on distribution of funds.

Investment returns are drawn in accordance with a total return policy and transferred to restricted funds for distribution, with an agreed proportion transferred to cover management and administration costs. Income to cover costs for management of the invested funds is recognised when received and income to cover costs for distribution of the resulting restricted funds is recognised on distribution of those funds.

Incoming resources from government funded entities are accounted for in the same way as other income.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

3 ACCOUNTING POLICIES (continued)

3.3 b Donated Services and Facilities

Donated professional services and donated facilities are recognised as income when the Community Foundation has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from its use is probable and the economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of volunteers is not recognised and users of these financial statements should refer to the Trustees' annual report for more information about their contribution.

On receipt donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

3.4 Resources expended

Resources expended are included in the SOFA on the accruals basis as a liability is incurred, based on work done or services provided in the period. Expenditure includes irrecoverable VAT, and is reported as part of the expenditure to which it relates.

Grants payable are recognised as expenditure when the commitment is made and monitoring of previous commitments is complete.

Costs of Generating Funds includes the cost of brochures, advertising, fundraising and other promotional events designed to increase public awareness of the Foundation, together with other costs directly attributable to fundraising activities.

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

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in note 5.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

3 ACCOUNTING POLICIES (continued)

3.5 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. The costs of minor additions or those costing under £500 are not capitalised.

Depreciation is provided to write off the cost of each asset over its expected useful life using the following rates and methods:-

Fixtures and fittings	33% straight line
Office equipment	33% straight line

Impairment reviews are carried out as and when evidence comes to light that the recoverable amount of a functional fixed asset is below its net book value due to damage, obsolescence or other relevant factor.

3.6 Fixed asset investments

Investments are included at fair value at the balance sheet date.

Realised gains and losses on investments are calculated as the difference between sale proceeds and their fair value at the start of the year, or their subsequent cost, net of transaction costs, and are charged or credited to the statement of financial activities in the year of disposal.

Unrealised gains and losses represent the movement in fair value during the year and are credited or charged to the statement of financial activities based on the fair value, as advised by the charity's investment managers, at the year end. All endowed funds received are managed in a total investment return basis.

3.7 Creditors and Provisions

Creditor balances are accounted for once an obligation for payments is confirmed. Grant payments are accrued when approved for settlement, payments for service contracts are accrued once the service has been delivered.

3.8 Pensions

The company contributes to Individual Personal Pension policies for its employees. Contributions are charged to the SOFA in the period to which they relate.

3.9 Fund accounting

Unrestricted funds are incoming resources receivable or generated for the objects of the charity without further specified purpose and which can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund.

Endowment funds are held for long term returns for the Foundation. A percentage withdrawal from the funds is distributed in accordance with the wishes of the original donor. Capital gains or losses arising on the investments form part of the fund. Charges for investment management and advice are charged to the fund as incurred. Income earned on endowment funds is transferred to restricted and unrestricted funds.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

4	INCOMING RESOURCES	2023	2022
		£	£
4.1	Voluntary Income		
	Endowments Received	1,034,185	85,790
	Sponsorship, Donations and Membership	51,310	43,474
	Gifts In Kind – Use of office	70,000	70,000
	Gifts In Kind – Rates	83	6,724
	Gifts in kind – Other	14,236	13,774
		1,169,814	219,762
4.2	Incoming Resources from Charitable Activities		
	23 Foundation Fund	21,424	54,616
	23 Foundation 10th Anniversary Fund	23,000	8,400
	ACC Liverpool Foundation Fund	12,000	-
	Bernie Fleming Aintree Lung Cancer Fund	2,653	-
	BIBAs Foundation Fund	3,493	2,193
	Big Local Trust Beechwood Fund	106,631	241,200
	Big Local Trust Northwood Fund	78,530	214,431
	Blue Sky Foundation Fund	3,000	88,045
	BRC - Ukrainian Support Fund	43,560	-
	BSBT Fund	-	872
	CFLM Discretionary Fund	-	170
	Christine Ann Foundation	-	8
	Community Cashback Fund	22,100	100,000
	Community Partnership Fund	-	13,655
	Contain Management	-	668,000
	Daneway Foundation Fund	-	20,910
	Dulverston Fund	-	217,500
	DWP Household Support Fund	-	30,000
	Football For Change	442,459	199,373
	FPC Foundation	20,834	12,500
	Her Majesty The Queen Platinum Jubilee Fund	9,706	98,086
	High Sheriff & Merseyside Police Fund	16,917	7,000
	Hill Dickinson Fund	26,254	35,540
	Home Street Home Fund	997	2,095
	John Goore Trust Fund	65	64
	John Laing Charitable Trust Fund	37,400	22,400
	Know your Neighbour Fund	143,866	-
	Last Choir Singing	25,000	25,000
	LCR Cares Fund	-	3,347
	LCR Cares Community Wealth Building Fund	96,750	-
	LCR Cares Mental Health and Wellbeing Fund	150,500	-
	Let's Create Jubilee	11,000	288,024
	Liverpool ONE Foundation Fund	301,997	250,000
	Carried forward	1,600,136	2,608,829

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

4	INCOMING RESOURCES (Contd...)	2023	2022
		£	£
4.2	Incoming Resources from Charitable Activities (Contd...)		
	Brought forward	1,600,136	2,608,829
	Made by Sports 'Clubs in Crisis' Fund Lancashire	-	9,154
	Made by Sports 'Clubs in Crisis' Fund Merseyside	-	8,358
	Mark McQueen Foundation (Combined) Fund	3,000	4,450
	Masonic Charitable Foundation Fund	35,000	-
	Merseyside Community Investment Fund	8,932	2,130
	MVRP Sports, Arts & Culture Fund	544,492	400,000
	Nationwide Foundation Fund	42,099	155,388
	NHS Community Partnership Grant Fund	421,509	-
	PHP Social Prescribing Fund	95,000	-
	Preston New Road Community Fund	1,000	-
	Red Rose Responding Fund	15,335	12,293
	Rimrose Valley Running Track	-	9,976
	RWE Innogy UK Ltd Hameldon Hill Wind Farm Community Fund	13,847	12,211
	The FredMill Trust Fund	99,000	-
	The Lancashire Womens Fund	-	642
	The Marsden Building Society Charitable Foundation Fund	31,350	-
	The Merseyside Womens Fund	7,715	40
	UKCF Communities In Crisis Appeal Fund	56,818	-
	Windle United Fund	-	1,000
	Youth Diversion Fund	169,630	52,797
		3,144,863	3,277,268
4.3	Investment income		
	Bank and other interest	45,078	32,537
	Investment Income	512,029	520,135
		557,107	552,672
	Total Incoming resources	4,871,784	4,049,701

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
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4 INCOMING RESOURCES (cont....)

4.5 Comparative Statement of Financial Activities

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2022 £
Incoming resources				
Income and endowments from:				
Donations and legacies	133,972	-	85,790	219,762
Charitable activities	318,835	2,958,433	-	3,277,268
Investments	31,129	(183)	521,726	552,672
Other activities	-	-	-	-
Total	483,936	2,958,250	607,516	4,049,702
Expenditure On:				
Raising funds				
Costs of generating donations and legacies	(314,379)	-	-	(314,379)
Investment management costs	-	-	(41,865)	(41,865)
Charitable activities	(379,865)	(3,464,076)	-	(3,843,941)
Total	(694,244)	(3,464,076)	(41,865)	(4,200,185)
Realised gain on investment assets	-		511,898	511,898
Unrealised gain on investment assets	50,166	-	713,669	763,835
Net Income/(expenditure)	(160,141)	(505,826)	1,791,218	1,125,251
Transfers between funds	282,095	580,221	(862,316)	-
Net movement in funds	121,954	74,395	928,902	1,125,251
Reconciliation of funds				
Total funds brought forward	640,895	1,672,870	19,275,065	21,588,830
Total funds carried forward	762,849	1,747,265	20,203,967	22,714,081

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
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5 TOTAL RESOURCES EXPENDED

	Basis of Allocation	Donations and Legacies	Charitable Activities	Investment Management Costs	Total 2023	Total 2022
		£	£	£	£	£
Grants paid (see note 6)	Direct		3,341,249		3,341,249	3,463,176
Staff costs (see below and note 8)	Direct	123,882	392,293		516,175	499,823
Healthcare costs	Direct	1,845			1,845	2,116
Publicity and advertising	Direct	15,771			15,771	4,243
PPS & telephone	Staff Time	5,458			5,458	5,967
Staff training	Direct	2,031			2,031	987
Meeting costs	Direct	1,515			1,515	467
Rent/Rates in kind	Direct	70,082			70,082	76,724
Electricity in kind	Direct	11,429			11,429	11,142
Audit & accountancy fees	Usage	14,270			14,270	12,071
Travel	Direct	14,589			14,589	4,926
Computer running costs	Staff Time	18,308			18,308	12,791
Subscriptions	Direct	11,567			11,567	24,059
Bank charges	Usage	830			830	723
Insurance	Staff Time	5,256			5,256	5,806
Recruitment	Direct	15,956			15,956	688
Volunteer expenses	Direct	1,551			1,551	383
Other	Direct	9,679			9,679	4,212
Depreciation	Direct	4,404			4,404	4,471
Legal & professional fees	Usage	481			481	2,739
Investment management costs	Direct	250		35,535	35,785	41,865
Events	Direct	26,618			26,618	18,106
Special Project costs	Direct				-	2,700
		<u>355,772</u>	<u>3,733,542</u>	<u>35,535</u>	<u>4,124,849</u>	<u>4,200,185</u>

The overheads above include £84,319 of donated goods for which the Community Foundations pay no consideration. Once these donated goods are deducted from core expenditure the overheads (excluding grants awarded & investment management costs) amount to £663,746 (2022: £609,522).

Allocation of governance and support costs

The Community Foundation initially identifies the costs of its support functions. It then identifies those costs which relate to the governance function. Having identified its governance costs, the remaining support costs together with the governance costs are apportioned between the key charitable activities undertaken in the year.

6 GRANTS AWARDED

All the charitable activities undertaken by the charity represent grantmaking. Further details about the grants made in the year can be seen in Note 16.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
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7	NET INCOMING RESOURCES	2023	2022
	Net Incoming resources are stated after charging:	£	£
	Depreciation	4,404	4,471
	Auditor's remuneration	14,270	12,071

8	STAFF COSTS	2023	2022
		£	£
	Wages and salaries	430,723	414,016
	Social security costs	39,173	40,210
	Other pension costs	40,668	41,487
		510,564	495,713

2 employees received emoluments in the band of £60,001 - £70,000 (2022: one).

The charity contributes to Individual Personal Pension policies for all its employees. The assets of the schemes are held separately from those of the Charity in independently administered funds. The pension charge of £40,668 (2022: £41,487) represents contributions paid by the Charity to the funds. There were £137 outstanding contributions at 31 March 2023 (31 March 2022: £92).

9 STAFF NUMBERS

The average number of employees (excluding trustees) during the year was as follows:

	2023	2022
	No	No
Management	3	3
Development	4	5
Finance	1	1
Programmes	4	4
Total full time equivalents	12	13
Total staff employed	14	15

10 TAXATION

The charity is exempt from tax on income and gains falling within Section 505 of The Taxes Act 1988 or Section 252 of The Taxation of Charitable Gains Act 1992 to the extent that these are applied to its charitable objectives

11 TANGIBLE FIXED ASSETS

	Fixtures & Fittings	Office Equipment	Total
Cost	£	£	£
At 1 April 2022	1,983	18,379	20,362
Additions	-	2,585	2,585
Disposals	-	(4,015)	(4,015)
At 31 March 2023	1,983	16,949	18,932
Depreciation			
At 1 April 2022	1,345	13,204	14,549
Charge for year	571	3,832	4,403
Disposals	-	(4,015)	(4,015)
At 31 March 2023	1,916	13,021	14,937
Net book value			
At 31 March 2023	67	3,928	3,995
At 1 April 2022	638	5,175	5,813

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
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12 INVESTMENTS - GROUP + COMPANY

INVESTMENTS	2023	2022
UK listed Investments	£	£
Investec Wealth & Investment		
Market value at 1 April 2022	11,661,054	10,932,379
Additions	353,194	738,709
Disposals at market value	(639,008)	(104,284)
Revaluation (loss)/gain	(867,313)	39,827
	10,507,927	11,606,631
Cash deposits in the UK	43,325	54,423
Sub total Investec Wealth & Investment	10,551,252	11,661,054
CCLA Common Investment Fund		
Market value at 1 April 2022	8,509,424	7,880,635
Additions	984,184	115,025
Disposals at market value	(111,408)	(160,077)
Revaluation (loss)/gain	(330,843)	673,841
Sub total CCLA	9,051,357	8,509,424
CCLA CFLM Discretionary Investment		
Opening Market Value	631,450	581,283
Additions	-	-
Disposals at market value	-	-
Revaluation (loss)/gain	(23,895)	50,167
Closing market value	607,555	631,450
Total Investments	20,210,164	20,801,928
Historical cost	16,304,029	15,717,067
Listed Investments		
UK investments	9,781,642	7,538,714
Overseas and other Investments	9,925,434	12,429,988
Cash deposits	503,089	833,226
	20,210,164	20,801,928

A CCLA and Investec portfolio totalling £934,884 (2022: £994,379) represent the assets of the Charity of John Goore. In the company balance sheet these have been reflected as an Investment in subsidiary in accordance with the SORP requirements.

The trustees consider individual investment holdings in excess of 5% of the portfolio value to be material. No individual shareholdings or Investments are considered individually to be material with the market values and proportion of the portfolio shown as at 31 March 2023.

The investments are held to provide an investment return to the charity.

	Endowment	Unapplied total return released to Income	Total Endowment
At 1 April 2022			
Gift Component of Endowment:	13,939,392	-	13,939,392
Unapplied total return	-	6,264,575	6,264,575
Total	13,939,392	6,264,575	20,203,967
Movements in the reporting period:			
Gift of expendable endowment	1,034,185	-	1,034,185
Investment Management Fees	-	(35,535)	(35,535)
Dividends and Interest	-	494,341	494,341
Realised and Unrealised Gains/Losses	-	(1,176,070)	(1,176,070)
Total	1,034,185	(717,264)	316,921
Unapplied total return released to Income	-	(886,168)	(886,168)
Net movements in reporting period	1,034,185	(1,603,432)	(569,247)
At 31 March 2023			
Gift Component of Endowment:	14,973,577	-	14,973,577
Unapplied total return released to Income	-	4,661,143	4,661,143
Total	14,973,577	4,661,143	19,634,720

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
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13 DEBTORS

	2023	2022
	£	£
Other debtors	500	13,481
Prepayments & accrued income	44,950	14,275
	<u>45,450</u>	<u>27,756</u>

14 CREDITORS: amounts falling due within one year

	2023	2022
	£	£
Grant creditors	305,087	737,117
Other creditors	8,096	7,434
Accruals	37,542	18,603
Deferred income (note 15)	99,889	81,446
	<u>450,614</u>	<u>844,600</u>

15 DEFERRED INCOME

Deferred income comprises income received in advance that the charity is not contractually entitled to distribute at 31 March 2023.

	2023	2022
	£	£
Balance as at 1 April 2022	81,446	39,556
Amount released to income earned from charitable activities	(71,415)	(35,505)
Amount deferred in year	89,858	77,395
Balance as at 31 March 2023	<u>99,889</u>	<u>81,446</u>

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
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16	RESTRICTED FUNDS	As at 1 April 2022 £	Movement in Resources		As at 31 March 2023 £
			Incoming £	Outgoing £	Transfers £
	23 Foundation	78,825	39,094	(140,945)	42,890
	ACC Liverpool Foundation Fund	2,421	10,560	(12,236)	-
	Aldridge Foundation	7,085	-	-	1,953
	Alfred Shaw Trust Fund	42,586	-	(1,710)	16,330
	Ann and Ray Messer Foundation	63,117	-	(17,400)	-
	Bernie Fleming Aintree Lung Cancer Foundation	6,581	570	(5,000)	-
	BHP Billiton Fund	11,489	-	(10,998)	10,600
	Be Inspired Business Awards Foundation	3,101	3,074	-	-
	Big Local Trust Beechwood	72,307	96,342	(124,439)	-
	Big Local Trust Northwood	74,097	68,119	(103,228)	-
	Blue Sky Foundation Fund	135,243	-	(85,980)	47,888
	BRC - Ukrainian Support Fund	-	39,600	(39,600)	-
	Bridgebuilder Foundation	1,808	-	-	-
	Cells Charitable Trust Fund	18,014	-	-	(3,893)
	CFLM Discretionary Fund	7,098	-	(2,294)	4,281
	Christal Foundation Revenue Fund	14,600	-	(32,550)	33,926
	Christine Ann Foundation	2,748	-	(2,700)	-
	Community Cashback Fund	100,000	10,000	(109,241)	-
	Dulverton Trust Fund	11,809	-	(11,809)	-
	Football for Change	160,368	407,951	(22,430)	-
	FPC Foundation Fund	1,088	19,792	(18,640)	-
	Gorse Bank Trust	4,188	-	-	671
	Halton Foundation Halton Chamber of Commerce	5,830	-	(5,819)	1,051
	Halton Foundation - Knights House	34,525	-	(5,777)	6,572
	Halton Foundation Fund	9,976	-	(6,879)	2,416
	Halton Foundation Widnes Education Fund	4,096	-	-	340
	Her Majesty The Queen Platinum Jubilee Fund	87,849	9,706	(46,675)	(29,800)
	High Sheriff & Merseyside Police Fund	9,489	15,056	(38,792)	21,164
	Hill Dickinson Fund	3,431	23,351	(40,750)	15,753
	Home Street Home Fund	1,927	917	(1,940)	-
	Huntley & Palmers Fund	47,155	-	(48,058)	2,344
	Investec Wealth & Investment Fund	1,730	-	(3,360)	1,637
	Japanese Tsunami Fund	1,101	-	-	-
	John Goore Book tokens Fund	400	-	-	-
	John Goore Trust Fund	8,202	56	(14,883)	20,764
	John Laing Charitable Trust Fund	11,989	33,200	(34,989)	-
	Joseph Harley Fund	17,062	-	(697)	2,250
	Know Your Neighbour Fund	-	135,333	(135,333)	-
	Knowsley Foundation Fred Curran Revenue Fund	4,307	-	-	932
	Knowsley Foundation Fund	2,708	-	-	576
	Knowsley Huyton with Roby War Distress Flow Through F	1,613	-	-	711
	Lancashire Community Investment Fund	20,583	-	(17,470)	10,349
	Lancaster Foundation Fund	-	-	(35,000)	35,074
	Lancashire Flood Recovery Fund (Lancashire)	57,597	-	-	(48,152)
	Lancashire Flood Recovery Fund (General)	-	-	-	30,961
	Lancashire Flood Recovery Fund (Wyre)	-	-	-	17,191
	Lancaster Community Fund	3,179	-	-	1,349
	Last Choir Singing Community Fund	-	22,000	(22,000)	-
	LCR Cares Community Wealth Building Fund	-	90,000	(90,000)	-
	LCR Cares Mental Health & Wellbeing Fund	-	140,000	(140,000)	-
	Leahy Foundation Fund	46,585	-	(25,000)	38,368
	Liverpool ONE Co-Ordinator Costs	19,336	-	(17,519)	18,000
	Liverpool ONE CYPMW Programme Two	93,190	-	(158,490)	138,000
	Liverpool ONE CYPMW Proactive Fund	5,019	-	-	-
	Liverpool ONE Foundation Fund	13,266	265,897	(45,887)	(67,824)
	Liverpool Tennis Foundation Fund	752	-	(500)	-
	Balance carried forward	1,302,020	1,430,618	(1,673,017)	375,652
					1,435,273

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
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FOR THE YEAR ENDED 31 MARCH 2023

16	RESTRICTED FUNDS (Contd...)	As at 1 April 2022 £	Movement in Resources			As at 31 March 2023 £
			Incoming £	Outgoing £	Transfers £	
	Balance brought forward	1,302,020	1,430,618	(1,673,017)	375,662	1,435,273
	Mark McQueen Foundation (Combined) Fund	11,597	2,640	(33,638)	21,472	2,071
	Masonic Charitable Foundation Fund	-	31,500	(31,500)	-	-
	Medicash	5,898	-	-	2,047	7,945
	Merseyside Community Investment Fund	20,149	8,077	(29,625)	12,281	10,882
	MJB Fund	52,916	-	(34,500)	27,246	45,662
	Momentum Foundation	2,786	-	-	210	2,996
	MVRP Sports, Arts & Culture Fund	-	496,492	(495,492)	-	-
	Nationwide Foundation Fund	-	37,927	(37,927)	-	-
	NHS Community Partnership Grant Fund	-	409,942	(409,942)	-	-
	Olivia Rae Foundation Fund	3,228	-	-	1,081	4,309
	Peel Ports 500 Fund	15,718	-	-	1,160	16,878
	Pendle Music Bursary Fund	15,853	-	(25,478)	9,823	-
	PHP Social Prescribing Fund	-	85,250	(85,250)	-	-
	Preston New Road Community Benefit Fund	55,579	-	(12,600)	-	42,979
	Progress Housing Association Limited Fund	35,744	-	(4,545)	9,864	41,063
	Red Rose Responding Fund	9,897	10,842	(41,565)	29,800	8,974
	Rossendale Community Fund	1,189	-	(4,500)	5,261	1,930
	Rossiter Foundation Fund	10,611	-	(21,082)	10,471	-
	Rumi & Rishi Fund	43,256	-	-	10,284	53,540
	RWE Innogy UK Ltd Hameidon Hill	25,415	14,597	(11,704)	-	28,308
	Sefton MBC Education & Learning Fund	19,116	-	(2,750)	6,865	23,231
	Sefton MBC Taylor Fund	909	-	-	228	1,137
	Shooting Stars Foundation	536	-	-	-	536
	Shop Direct Fund	-	-	(3,452)	3,453	1
	St Christophers Trust Fund	-	-	-	(24,601)	(24,601)
	Surviving Winter Lancashire	1,246	-	-	-	1,246
	Surviving Winter Merseyside	188	-	-	-	188
	The BXB Foundation Fund	1,500	-	-	-	1,500
	The FredMill Trust Fund	-	90,000	(90,000)	-	-
	The Lancashire Womens Fund	975	-	(1,396)	564	143
	The Marsden Building Society Charitable Foundation	-	30,000	-	580	30,580
	The Merseyside Womens Fund	38	7,430	(5,480)	-	1,988
	The Windle Utd Charly Fund	8,385	-	(2,500)	3,100	8,985
	Tilney Investment Management Fund	18,948	-	(19,050)	19,335	19,233
	UKCF Communities In Crisis Appeal Fund	-	56,208	(56,208)	-	-
	WO Street Lancashire Fund	56,171	-	(53,370)	38,410	41,211
	WO Street Merseyside Fund	13,412	-	(1,470)	8,591	20,533
	Youth Diversion Fund	-	154,210	(153,210)	-	1,000
	Other Funds	14,005	-	-	-	14,005
		<u>1,747,285</u>	<u>2,864,733</u>	<u>(3,341,249)</u>	<u>572,977</u>	<u>1,843,726</u>

Fund balances represent grants receivable for the charity to distribute in accordance with the terms and conditions of the donor. Balances on the funds represent undistributed funds held in the bank accounts

All Funds available, together with the criteria, priorities, areas covered and application process are detailed on our website at www.lancsfoundation.org.uk and www.cfmerseyside.org.uk

Note 25 details the comparative movement on restricted funds.

17 UNRESTRICTED FUNDS

	As at 1 April 2022 £	Movement in Resources			As at 31 March 2023 £
		Incoming £	Outgoing £	Transfers £	
Unrestricted funds	<u>762,849</u>	<u>478,525</u>	<u>(748,065)</u>	<u>289,296</u>	<u>782,605</u>

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
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18 ENDOWMENT FUNDS

	As at 1 April 2022	Movement in Resources			As at 31 March 2023
	Incoming	Outgoing	Gains and Transfers		
	£	£	£	£	
Permanent endowment	1,203,108	32,262	(40,415)	(45,139)	1,149,816
Expendable endowment	19,000,859	1,496,264	(881,288)	(1,130,931)	18,484,904
	20,203,967	1,528,526	(921,703)	(1,176,070)	19,634,720
	1 April 2022	Incoming	Outgoing	Transfers	31 March 2023
	£	£	£	£	£
Permanent endowment:					
Rossendale Community Fund	166,594	4,595	(7,541)	(6,361)	157,287
Sefton MBC Education & Learning Trust	177,761	4,903	(8,045)	(8,788)	167,831
4 Other Funds	211,764	4,664	(6,729)	(7,508)	202,191
The Charity of John Goore	646,989	18,100	(18,100)	(24,482)	622,507
Expendable endowment:					
23 Foundation	1,313,555	28,017	(65,253)	(95,144)	1,181,175
Aldridge Foundation CF Endowment	63,565	1,755	(2,835)	(2,426)	60,059
Alfred Shaw Trust	525,949	14,511	(23,588)	(20,075)	496,797
BHP Billiton	324,593	6,923	(16,128)	(23,511)	291,877
Blue Sky Foundation Endowment Fund	1,739,419	37,290	(73,435)	(126,478)	1,576,796
CFLM Discretionary CF Endowment	113,235	3,125	(5,062)	(4,321)	106,977
CFLM General Endowment	23,461	501	(1,166)	(1,699)	21,097
Chrystal Foundation	1,024,066	21,832	(51,571)	(74,150)	920,177
John Goore Trust Endowment Reserve	18,994	-	-	-	18,994
Gorse Bank Trust CF Endowment	21,831	603	(974)	(833)	20,627
Halton Foundation - Halton Chamber of Commerce CF	33,430	922	(1,508)	(1,278)	31,567
Halton Foundation - Knights House	451,419	12,629	(12,629)	(17,082)	434,337
Halton Foundation Trust Transfer Fund	151,311	4,233	(4,233)	(5,726)	145,585
Halton Foundation Widnes Education Endowment Fund	23,359	653	(653)	(884)	22,475
High Sheriffs and Merseyside Police Trust	656,092	14,883	(31,885)	(42,659)	596,431
Hill Dickinson Foundation	533,969	14,172	(22,452)	(23,668)	502,021
Huntley & Palmers Expendable Endowment Fund	67,648	1,441	(3,553)	(4,894)	60,642
Investec Wealth & Investment Endowment	50,126	1,068	(2,490)	(3,630)	45,074
John Goore Trust	347,390	7,409	(17,260)	(25,162)	312,377
Joseph Harley Endowment	68,904	1,469	(3,423)	(4,991)	61,959
Knowsley Foundation Fred Curran Endowment Fund	64,010	1,791	(1,791)	(2,422)	61,588
Knowsley Foundation General Endowment Fund	39,597	1,109	(1,110)	(1,498)	38,098
Lancashire Community Investment CF Endowment Fund	8,341	1,041	(1,183)	(318)	7,881
Lancashire Community Investment Endowment	5,485	117	(272)	(398)	4,932
Lancashire General Endowment	190,634	4,066	(9,471)	(13,808)	171,421
Lancaster Community Endowment Fund	41,312	881	(2,053)	(2,992)	37,148
Lancaster Foundation	1,141,048	31,488	(50,896)	(43,542)	1,078,098
Leahy Foundation	1,212,851	30,317	(56,750)	(63,517)	1,122,901
Liverpool ONE Foundation	2,855,435	120,308	(132,909)	(160,236)	2,682,598
Mark McQueen Foundation Combined	697,975	14,887	(34,678)	(50,557)	627,627
Medicash CF Endowment	1,527	42	(68)	(58)	1,443
Medicash Endowment Fund	61,266	1,307	(3,044)	(4,438)	55,091
Merseyside Community Investment	340,600	7,736	(16,562)	(22,080)	309,694
MJB Fund	847,045	19,189	(41,119)	(55,213)	769,902
Momentum Foundation Endowment Fund	6,466	138	(320)	(469)	5,815
Olivia Rae CF Endowment	34,177	942	(1,564)	(1,304)	32,251
Other Endowment Funds	13,117	-	-	0	13,117
Peel Ports 500 Endowment	35,531	758	(1,765)	(2,573)	31,951
Pendle Young Musicians Bursary	310,377	8,564	(13,909)	(11,846)	293,186
Progress Housing	302,070	6,443	(16,008)	(21,880)	271,625
Rumi and Rishi Fund	334,553	9,232	(14,923)	(12,766)	316,096
The Rosalter Family Fund	320,661	6,839	(15,931)	(23,227)	288,342
Sefton MBC Arthur Taylor Fund Endowment	6,969	148	(346)	(504)	6,267
Sefton MBC Educational Trust Fund Endowment	38,353	817	(1,905)	(2,778)	34,487
Shop Direct CF Endowment	111,832	3,086	(5,000)	(4,268)	105,650
St Christophers Trust Endowment	-	579,131	(8,226)	(9,182)	561,723
The Cells Charitable Trust	130,987	3,665	(3,665)	(4,957)	126,030
The Marsden Building Society Charitable Foundation	-	414,445	(1,166)	1,973	415,252
The Windle United Fund	212,927	5,957	(5,957)	(8,057)	204,870
Tilney Investment Management	628,141	17,335	(28,039)	(23,971)	593,466
WO Street Lancashire	1,210,615	25,844	(58,548)	(87,748)	1,090,162
WO Street Merseyside	244,641	5,205	(13,011)	(17,687)	219,148
	20,203,967	1,528,526	(921,703)	(1,176,070)	19,634,720

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

19 ANALYSIS OF NET ASSETS BETWEEN FUNDS	Fixed assets £	Investments £	Net Current Assets £	Total £
Endowment Funds	-	19,592,767	43,325	19,636,092
Restricted Funds	-	-	1,843,726	1,843,726
Unrestricted Funds	<u>3,995</u>	<u>617,397</u>	<u>161,213</u>	<u>782,605</u>
	<u>3,995</u>	<u>20,210,164</u>	<u>2,048,264</u>	<u>22,262,423</u>

20 TRUSTEES' EXPENSES

No trustees have received remuneration. Travel expenses were paid to the following Trustees:

Arthur Roberts	£647 (2022 - £306)
Andy Myers	£110 (2022 - £nil)
W David Wareing	£794 (2022 - £nil)

21 RELATED PARTY TRANSACTIONS

Ms D Howitt, a trustee, is Place Strategy Director at Liverpool ONE who have provided in-kind office premises to the foundation since January 2011, included in these accounts at a £70,000 value during the year. Liverpool ONE also donated funds to contribute to rates included in these accounts of £83, £11,429 towards electricity costs and £2,808 towards telephone costs.

Liverpool ONE hold endowment and restricted funds with the foundation. The Liverpool ONE endowment fund was valued at £2,682,891 as at 31 March 2023. The fund generated £127,954 during the year, of which £38,778 was donated towards the costs of CFLM, with the balance transferred for distribution through their restricted fund. CFLM received additional donations to the Liverpool ONE fund totalling £100,000 from the Westminster Foundation and £200,000 from Grosvenor (with £50,000 of that amount being transferred to the Liverpool ONE foundation endowment). The fund awarded £219,735 throughout 2022/23.

22 CONTINGENT LIABILITIES

The restricted fund balances carried forward at 31 March 2023 represent funds available due to the timing of the receipt of grant funds and their distribution. The conditions attaching to the funding streams are such that the balances represent income for the year as defined in the Charities SORP.

23 POST BALANCE SHEET EVENTS

There are no post balance sheet events.

24 MEMBERS' LIABILITY

The charity is a private company limited by guarantee and consequently does not have share capital. The members are liable to contribute a maximum of £1 each towards the assets of the charity in the event of the company being wound up.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

25 COMPARATIVE RESTRICTED FUNDS

	As at 1 April 2021 £	Movement in Resources		Transfers £	As at 31 March 2022 £
		Incoming £	Outgoing £		
23 Foundation	105,992	48,859	(118,383)	43,360	79,828
ACC Liverpool Foundation Fund	2,421	-	-	-	2,421
Aldridge Foundation	4,944	-	-	2,141	7,085
Alfred Shaw Trust Fund	27,913	-	(4,786)	19,438	42,566
Ann and Ray Messer Foundation	75,668	-	(12,551)	-	63,117
B&M	(586)	586	-	-	-
Bernie Fleming Aintree Lung Cancer Foundation	8,581	-	-	-	8,581
BHP Billiton Fund	10,485	-	(9,714)	10,718	11,489
Be Inspired Business Awards Foundation	16,004	-	(12,903)	-	3,101
Big Local Trust Beechwood	4,554	222,207	(154,454)	-	72,307
Big Local Trust Northwood	121	203,125	(128,105)	(44)	74,097
Blue Sky Foundation Fund	6,759	88,040	(650)	41,094	135,243
Bridgeboulder Foundation	1,608	-	-	-	1,608
BSBT Fund	3,378	872	-	(4,250)	-
Cells Charitable Trust Fund	16,368	-	-	1,648	18,014
CFLM Discretionary Fund	4,310	170	(725)	3,342	7,097
Chrystal Foundation Revenue Fund	17,932	(1)	(36,936)	33,605	14,600
Community Cashback Fund	-	100,000	-	-	100,000
Contain Outbreak Management	-	615,000	(615,000)	-	-
Christine Ann Foundation	8,056	2	(3,310)	-	2,748
Daneway Foundation Fund	44,000	13,158	(57,158)	-	-
Dulverton Trust Fund	2,150	195,750	(186,091)	-	11,809
Football for Change	-	192,608	(42,250)	-	150,358
FPC Foundation Fund	10,703	11,875	(21,490)	-	1,088
GM Mayors Homeless Fund	8,573	(22)	(8,551)	-	-
Gorse Bank Trust	3,432	-	-	736	4,168
Halton Foundation Halton Chamber of Commerce	6,082	-	(1,500)	1,248	5,830
Halton Foundation - Knights House	37,547	-	(8,708)	5,684	34,525
Halton Foundation Fund	11,507	-	(3,349)	1,818	9,976
Halton Foundation Widnes Education Fund	3,803	-	-	294	4,097
Her Majesty The Queen Platinum Jubilee Fund	-	98,086	(30,437)	-	67,649
High Sheriff & Merseyside Police Fund	12,911	6,048	(31,387)	21,917	9,489
Hill Dickinson Fund	5,387	31,675	(40,480)	6,850	3,432
Home Street Home Fund	-	1,927	-	-	1,927
Huntley & Palmers Fund	44,835	-	-	2,320	47,155
Investec Wealth & Investment Fund	74	-	-	1,656	1,730
Japanese Tsunami Fund	1,101	-	-	-	1,101
John Goore Book tokens Fund	550	-	-	(150)	400
John Goore Trust Fund	9,164	64	(16,800)	15,774	8,202
John Laing Charitable Trust Fund	9,999	20,000	(18,510)	500	11,989
Joseph Harley Fund	14,787	-	-	2,275	17,062
Knowsley Foundation Fred Curran Revenue Fund	(1,293)	195	(1,000)	6,404	4,306
Knowsley Foundation Fund	1,675	-	-	1,033	2,708
Knowsley Foundation Social Enterprise Sector Development	894	-	-	(894)	-
Knowsley Huyton with Roby War Distress Flow Through Fund	1,000	-	-	613	1,613
Lancashire Community Investment Fund	9,396	-	750	10,437	20,583
Lancashire Covid 19 Fund	53,847	-	(53,797)	(50)	-
Lancashire Flood Recovery Fund	46,826	-	-	10,771	57,597
Lancaster Community Fund	1,834	-	(20)	1,365	3,179
Lancaster Foundation Fund	(12,967)	-	(28,702)	41,669	-
Last Choir Singing Community Fund	-	22,000	(22,000)	-	-
LCR Cares Fund Merseyside	19,838	-	(22,509)	2,670	-
Leahy Foundation Fund	(21,167)	-	25,000	42,752	46,585
Let's Create Jubilee Fund	-	276,874	(276,874)	-	-
Liverpool ONE Co-Ordinator Costs	17,607	-	(18,271)	20,000	19,336
Liverpool ONE CYPMW Proactive Fund	-	-	(22,300)	22,300	-
Liverpool ONE CYPMW Programme Two	-	-	(497,145)	590,335	93,190
Liverpool ONE CYPMW Proactive Fund	-	-	(7,010)	12,029	5,019
Liverpool ONE Foundation Fund	268,425	220,000	78,615	(553,774)	13,266
Liverpool Tennis Foundation Fund	752	-	-	-	752
Balance carried forward	923,781	2,369,098	(2,410,488)	419,632	1,302,023

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

	As at 1 April 2021 £	Movement In Resources		As at 31 March 2022 £	
		Incoming £	Outgoing £	£	£
Balance brought forward	923,781	2,389,098	(2,410,488)	419,632	1,302,023
Made by Sport "Clubs In Crisis" Fund Lancashire	105,271	-	(105,271)	-	-
Made by Sport "Clubs In Crisis" Fund Merseyside	98,117	-	(98,117)	-	-
Mando Group Foundation	(1)	1	-	-	-
Mark McQueen Foundation (Lancashire) Fund	8,288	-	(11,580)	3,272	-
Mark McQueen Foundation (Combined) Fund	(1,996)	3,916	(20,576)	30,263	11,597
Medicash	3,824	-	-	2,074	5,898
Merseyside Community Investment Fund	25,791	1,860	(20,052)	12,550	20,149
MJB Fund	40,038	-	(12,000)	24,878	52,916
Momentum Foundation	2,583	-	-	203	2,786
MVRP Sports, Arts and Culture Fund	-	360,000	(360,000)	-	-
Nationwide Building Society Fund	1,400	(1,400)	-	-	-
Nationwide Foundation Fund	39,168	145,631	(184,799)	-	-
Older Peoples Fund Lancashire	80	-	-	(80)	-
Olivia Rae Foundation Fund	2,448	(68)	-	850	3,228
Peel Ports 500 Fund	20,954	-	(6,410)	1,174	15,718
Pendle Music Bursary Fund	5,318	-	-	10,537	15,853
Police Property Act Fund	30	48,499	(48,529)	-	-
Preston New Road Community Benefit Fund	55,579	-	-	-	55,579
Progress Housing Association Limited Fund	34,769	-	(9,000)	9,975	35,744
Ray Messer Foundation Fund	1,000	-	(1,000)	-	-
Red Rose Responding Fund	49,500	6,560	(46,293)	130	9,897
Rimrose Valley Running Track	20,000	8,977	(28,977)	-	-
Rosendale Community Fund	(657)	-	(3,474)	5,300	1,169
Rossiter Foundation Fund	17,922	-	(17,900)	10,589	10,611
Ruml & Rishl Fund	41,990	-	(10,000)	11,266	43,256
Runcat Community Action	504	1	(505)	-	-
RWE Innogy UK Ltd Hameldon Hill	24,149	10,745	(9,478)	-	25,416
Sefton MBC Education & Learning Fund	17,697	-	(5,733)	7,162	19,116
Sefton MBC Taylor Fund	446	-	-	463	909
Shooting Stars Foundation	536	-	-	-	536
Shop Direct Fund	11,491	-	(14,711)	3,220	-
Surviving Winter Lancashire	1,267	-	-	(21)	1,246
Surviving Winter Merseyside	287	-	-	(99)	188
The BXB Foundation Fund	-	5,000	(3,500)	-	1,500
The Lancashire Womens Fund	300	-	350	325	975
The Manchester Womens Fund	3	-	-	(3)	-
The Merseyside Womens Fund	-	38	-	-	38
The Windle Utd Charity Fund	18,960	-	(13,250)	2,675	8,385
Tilney Investment Management Fund	(7,019)	-	2,815	23,052	18,848
VRP Arts & Culture Fund	231	(231)	-	-	-
WO Street Lancashire Fund	45,674	-	(27,716)	38,213	56,171
WO Street Merseyside Fund	8,205	-	-	5,207	13,412
Youthbank	(3,400)	-	-	3,400	-
#twill Merseyside Fund	400	-	-	(400)	-
Other Funds	59,948	(377)	-	(45,570)	14,001
	<u>1,672,872</u>	<u>2,958,250</u>	<u>(3,464,074)</u>	<u>580,217</u>	<u>1,747,265</u>

COMPARATIVE ENDOWMENT FUNDS

	As at 1 April 2021 £	Movement In Resources			As at 31 March 2022 £
		Incoming £	Outgoing £	Gains and Transfers £	
Permanent Endowment	1,121,179	31,877	(43,714)	93,785	1,203,107
Expendable Endowment	18,153,886	536,802	(908,528)	1,218,698	19,000,860
	<u>19,275,065</u>	<u>568,679</u>	<u>(952,240)</u>	<u>1,312,463</u>	<u>20,203,967</u>

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

COMPARATIVE ENDOWMENT FUNDS (contd)

	As at 1 April 2021	Incoming	Outgoing	Gains and Transfers	As at 31 March 2022
	£	£	£	£	£
Permanent endowment:					
Rossendale Community Fund	157,345	4,599	(8,733)	13,383	166,594
Sefton MBC Education & Learning Trust	187,890	4,907	(9,317)	14,282	177,762
4 Other Funds	201,553	4,626	(7,919)	13,503	211,763
The Charity of John Goore	594,391	17,745	(17,745)	52,598	646,989
Expendable endowment:					
23 Foundation	1,284,843	28,268	(66,588)	67,032	1,313,555
Aldridge Foundation CF Endowment	59,987	1,754	(3,280)	5,105	63,566
Alfred Shaw Trust	496,489	14,514	(27,289)	42,245	525,949
BHP Billiton	317,503	6,985	(18,460)	18,565	324,593
Blue Sky Foundation Endowment Fund	1,679,738	37,268	(64,836)	87,249	1,739,419
CFLM Discretionary CF Endowment	106,873	3,125	(5,857)	9,094	113,235
CFLM General Endowment	22,949	505	(1,190)	1,197	23,461
Christal Foundation	1,001,417	22,036	(51,828)	52,241	1,024,066
John Goore Trust Endowment Reserve	18,994	-	-	-	18,994
Gorse Bank Trust CF Endowment	20,602	802	(1,127)	1,753	21,830
Halton Foundation - Halton Chamber of Commerce CF E	31,570	923	(1,748)	2,686	33,431
Halton Foundation - Knights House	415,555	12,381	(12,381)	35,864	451,419
Halton Foundation Trust Transfer Fund	139,335	3,978	(3,978)	11,976	151,311
Halton Foundation Widnes Education Endowment Fund	21,503	841	(641)	1,856	23,359
High Sheriffs and Merseyside Police Trust	636,882	14,981	(33,408)	37,637	656,092
Hill Dickinson Foundation	474,154	49,603	(24,005)	34,217	533,969
Huntley & Palmers Expendable Endowment Fund	66,285	1,457	(3,554)	3,460	67,648
Investec Wealth & Investment Endowment	49,031	1,079	(2,542)	2,558	50,126
John Goore Trust	339,803	7,476	(17,616)	17,728	347,391
Joseph Harley Endowment	67,399	1,483	(3,494)	3,516	68,904
Knowsley Foundation Fred Curran Endowment Fund	58,925	1,756	(1,756)	5,085	64,010
Knowsley Foundation General Endowment Fund	36,451	1,086	(1,086)	3,146	39,597
Lancashire Community Investment CF Endowment Fund	7,871	230	(430)	670	8,341
Lancashire Community Investment Endowment	5,365	118	(278)	280	5,485
Lancashire General Endowment	186,470	4,102	(9,667)	9,729	190,634
Lancaster Community Endowment Fund	40,410	889	(2,095)	2,108	41,312
Lancaster Foundation	1,076,809	31,484	(58,880)	91,635	1,141,048
Leahy Foundation	1,162,008	30,414	(62,257)	82,688	1,212,851
Liverpool ONE Foundation	2,647,616	119,010	(141,023)	229,832	2,855,435
Mark McQueen Foundation Lancashire	189,432	3,264	(9,655)	(183,041)	-
Mark McQueen Foundation Combined	493,298	11,757	(25,740)	218,660	697,975
Medicash CF Endowment	1,440	42	(78)	122	1,526
Medicash Endowment Fund	59,928	1,318	(3,107)	3,127	61,266
Merseyside Community Investment	330,508	7,787	(17,285)	19,590	340,800
MJB Fund	822,307	19,315	(43,044)	48,467	847,045
Momentum Foundation Endowment Fund	6,310	139	(312)	329	6,466
Olivia Rae CF Endowment	31,866	940	(1,359)	2,730	34,177
Other Endowment Funds	12,167	-	-	950	13,117
Peel Ports 500 Endowment	34,755	765	(1,802)	1,814	35,532
Pendle Young Musicians Bursary	292,979	8,565	(16,096)	24,929	310,377
Progress Housing	295,473	8,501	(15,318)	15,415	302,071
Rumi and Rishi Fund	315,718	9,231	(17,264)	26,867	334,552
The Rossiter Family Fund	313,657	6,901	(16,261)	16,364	320,661
Sefton MBC Arthur Taylor Fund Endowment	6,816	150	(353)	356	6,969
Sefton MBC Educational Trust Fund Endowment	37,516	825	(1,945)	1,957	38,353
Shop Direct CF Endowment	105,550	3,086	(5,786)	8,982	111,832
The Cells Charitable Trust	120,580	3,593	(3,593)	10,407	130,987
The Windle United Fund	196,011	5,840	(5,840)	16,916	212,927
Tilney Investment Management	592,803	17,332	(32,439)	50,446	628,142
WO Street Lancashire	1,181,828	26,035	(58,865)	61,617	1,210,613
WO Street Merseyside	240,108	5,271	(13,280)	12,539	244,638
	19,275,064	568,882	(952,240)	1,312,461	20,203,967

COMPARATIVE UNRESTRICTED FUNDS

	As at 1 April 2021	Incoming	Outgoing	Transfers	As at 31 March 2022
	£	£	£	£	£
Unrestricted	640,895	483,936	(694,244)	332,262	762,849

Accounts

COMMUNITY FOUNDATIONS FOR
LANCASHIRE AND MERSEYSIDE

FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

Company Number : 03422207

Charity Number : 1068887

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
FOR THE YEAR ENDED 31 MARCH 2022

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COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

Registered office:	Community Foundations for Lancashire and Merseyside Third Floor Stanley Building 43 Hanover Street Liverpool L1 3DN
Bankers:	Santander Bridle Road Bootle L30 4GB
Solicitors:	Brabners LLP Horton House Exchange Flags Liverpool L2 3YL
Investment Managers:	Investec Wealth & Investment Ltd The Plaza Old Hall Street Liverpool L3 9AB CCLA Investment Management Ltd One Angel Lane London EC4R 3AB
Auditors:	Beever and Struthers Chartered Accountants The Beehive Lions Drive Shadsworth Business Park Blackburn BB1 2QS

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

TRUSTEES' REPORT

The Trustees (who are also directors for the purposes of company law) present their Report and the Financial Statements for the year ended 31 March 2022 for the Community Foundations for Lancashire and Merseyside hereafter referred to as CFLM.

REFERENCE AND ADMINISTRATIVE DETAILS

The charity, CFLM, is constituted as a company limited by guarantee and not having any share capital. The company is registered in England and Wales, number 03422207, and its principal governing document is the company Memorandum and Articles of Association (as amended by special resolution on 4 December 2013 and formerly merged on 1 April 2014). The charity is also registered with the Charity Commission, number 1068887.

Trustees and Senior Staff

The persons who have acted as Trustees during the year were:

A Roberts, Chairman
A Myers, Vice Chair
C Wardale, Treasurer
D Mendoros OBE DL
C Bliss
A Meachin
D Wareing (resigned 04 November 2021)
N Zaman
D Howitt
C Hall (resigned 04 November 2021)

The senior management team (SMT) during the year were:

R Brooke, Chief Executive Officer
K Morris, Development Director
J Knight, Finance Director

Summary of our Purpose & Aims

The Community Foundations for Lancashire & Merseyside operate as one independent registered charity and are part of a UK and international movement of community foundations that distribute community funding, including via grant-making, facilitating and administering community philanthropy, and contributing to achieving positive social change as local community leaders.

- Our Vision is to enrich the lives of people in and around Lancashire and Merseyside and through them create united, thriving and prosperous communities.
- Our Mission is to invest funding strategically under charity law that meets the needs of local communities, placing us as the charity of choice for philanthropists and funding partners, and the primary funder for the areas' social sector
- Our Strategy is to understand the needs of local communities and those who care about those communities (Philanthropists, HNWIs, families, trusts, public / private / third sector organisations) to create partnerships to ensure that the needs of both are met, growing stronger communities together. We bring together individuals, families, foundations, and businesses to build better communities and make a difference.
- Our Theory of Change is: "We help individuals and organisations give to causes that matter to them, where there is most need and where it will have greatest impact. Enriching local people's lives and supporting the creation of united, prosperous and thriving communities."

Our Values are: Pride, Transparency, Working Together and Community Leadership.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

TRUSTEES' REPORT

2021/2022 Annual Review

Introduction

Community Foundation funding distribution has taken place in Merseyside since 1999 and in Lancashire since 2007, investing in total over £64.7 million in over 15,000 grants to voluntary and community groups during that time across Lancashire and Merseyside to support communities to be prosperous and thriving

Overview of 2021/2022

In awarding grants from 46 different funds and foundations during the year we distributed over £3.4 million. This included 592 grants to community groups and individuals across Lancashire and Merseyside, as well as grants to 18 groups outside of our regions. Our joint endowment fund stood at £20.8 million by March 2022, having begun endowment building in 2007 with around £130,000.

This includes the funds of the John Goore Charity which CFLM administrate and audit as a corporate trustee. This endowment investment is a significant contributor to our sustainability as well as ensuring community legacy in Lancashire and Merseyside for future generations.

Other Significant Events in 2021/2022

Endowment building challenging whilst flow through demand remained high

The impact of not being able to undertake our usual new business activities during this period, due to the pandemic, continues to be reflected in the endowment figures. The end of year figure for additional endowment is therefore £400,000, just meeting the minimum requirement for the target for the financial year.

The challenge during the year was in engaging with HNWI and professional advisers though we anticipate this will improve in 2022/2023 as networking events are hopefully reintroduced in a sustained manner.

The majority of endowment pipeline during 2021/2022 was therefore trust transfer funding, delayed due to the complicated structure of some of the funds to be transferred and ongoing lack of response from high street banks. Support from UKCF, particularly the Revitalising Trust Programme Manager, is excellent and without whom the process for us would be exceptionally time consuming.

However whilst endowment building has been incredibly challenged we have processed significantly higher than normal volumes of flow through funding. Much of this funding has been via the public sector in response to ongoing Covid-19 Community Support. For example:

- £668,000 Knowsley Council, to enhance and instigate activities to enable living with COVID-19, in Knowsley, as part of a pandemic recovery and resilience strategy;
- £45,000 Lancashire County Council for Red Rose Responding mental wellbeing support;
- £757,406 NHS Charities Together funding, raised by Captain Sir Tom Moore.

However whilst we have far exceeded our new flow through target for the year, it should be noted that we continue to be challenged by the public sector on our fee levels.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

TRUSTEES' REPORT

Profile and PR

Cannes Do, the major Professional Liverpool business event of the year. CFLM hosted a table and were the named charity for fundraising on the day, which provided an opportunity for our CEO, Rae Brooke, to speak and show a video we produced especially for the event. This has resulted in significant profile raising with our key target audience.

As a follow up to the launch of the **Football for Change** fund, Rae and David Wareing attended a launch with the key partners in the project to further develop the relationship. The donors/partners in this initiative have plans for significant growth and donations annually.

Additional Points to note during the year

Launch of Lancashire Investors In Community - The High Sheriff of Lancashire and Chairman of Booths supermarkets, Edwin Booth CBE DL, has championed CFLM with the launch of Lancashire Investors In Community scheme to support CFLM core costs and growth plans. The launch event at Browsholme Hall on 28 September 2021, with Lancashire business leaders present, resulted in 19 businesses investing. The event was attended and supported by Lord Shuttleworth. Plans are in place to grow the initiative.

First crypto currency donation receipt – During this year we were in receipt of a \$30,000 donation via Binance. The donation was from Yummy.com to the 23 Foundation. We believe we are one of the first, if not the first, Community Foundation in the UK to successfully receive and process a crypto currency donation. Specialist advice was taken from Brabners regarding due diligence and risk throughout.

Burnley Council donation to CFL core costs - £10,000. This follows a pitch document sent to each individual council in Lancashire regarding our impact during Covid, publicity around the Lancashire Investors in Community and a meeting with senior representatives of the council where our work establishing and supporting the Christal Foundation in Burnley was also discussed. The donation to core costs from a Local Authority is a credit and testament to our increased investment in Lancashire, the hard work of the team and the high esteem CFLM is now held in.

Queen's Platinum Jubilee - We were delighted to distribute funds sourced by UKCF to mark the Queen's Platinum Jubilee for both Lancashire and Merseyside plus support local fund raising in Lancashire via the Lancashire Lieutenancy to support the commissioning of a tapestry to mark the Queens Jubilee and raise funds for children and young people throughout the county to engage with the project and support their mental wellbeing.

Our Partnerships as a Catalyst for Change

We administered 46 funds and foundations in 2021/22, working in collaboration with philanthropists, families, trusts and companies who are committed to improving local lives. This work included administering 9 funds in Lancashire, 30 funds in Merseyside, 5 that covered both Lancashire and Merseyside and 2 in the rest of the UK.

As an enabler for positive change, we strive to support those who choose to work with us to be effective in their giving and to have the greatest impact. We thank all our partners who work with us collaboratively each year for and with communities.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

TRUSTEES' REPORT

Working with Philanthropists and their Families

We continue to work with many business leaders with connections in the North West, facilitating their local giving for communities, including Sir Michael Bibby and Sir Terry Leahy. We also work closely with a number of families such as the McQueen family for The Mark McQueen Foundation, the Barnett family for the Olivia Rae Foundation, the Webster family for the Christal Foundation, the Sykes/Teasdale family for the Blue Sky Foundation and the Lancaster family for the Lancaster Foundation.

Working with Trusts & Foundations

Trusts and Foundations who work with us include the 23 Foundation, the Fort Foundation, John Goore Charity, Lancaster Foundation, WO Street Foundation and the Westminster Foundation.

Working with Companies

Liverpool ONE Foundation remains the biggest corporate foundation held with CFLM. At 31 March 2022 the value of this fund was £2,855,435.

CFLM continued their annual work with North & Western Lancashire Chamber of Commerce on the Be Inspired Business Awards Foundation, linked to the Be Inspired Business Awards to recognise good corporate citizenship in the county and support local community work and enterprise.

We thank all the companies that choose to work in collaboration with us to support the communities in which they do business, including Hill Dickinson, Investec, Liverpool ONE, TilneyBestInvest, FPC and Momentum Group.

The support of our founding Lancashire Investors In Community is also much appreciated and include Booths, UU, Marsden Building Society, Browsholme Hall, CKS Catering Equipment, Dewlay, DSM Accountants, Harrison Drury, James Hall & Co Ltd, Kim De Vine Financial Planning, MHA Moore and Smalley, Nybble Ltd, Obas, Panaz, Sales Geek, Star Tissue UK, Workhouse, Eric Wright Group Ltd, Backhouse Jones Solicitors.

Unlocking Dormant and Inactive Trusts

Our work in this area continues with the backing of the Charity Commission as a pre-approved administration option for trusts and foundations that are inactive, ineffective or dormant.

Working with New Donors and Fund Holders

The Charity Commission's endorsement of community foundations as an alternative to registering a charity provides a welcomed endorsement of our work locally and as a UK network of 46 community foundations.

The Charity Commission states that "this saves the time and effort of setting up and running a charity then closing it once the original need has been met. Depending on the charity, you can say where you want the money to go."

Our approach to income generation and fund development to bring on board new fund holders involves working with existing and new donors within Lancashire and Merseyside who are committed to our local communities. Via research, project visits, meetings, events and community funding distribution we have built valuable relationships. We secure public sector funding programmes via tender or pitch processes, in line with their requirements and policies for the distribution of public funds. We secure contracts to be regional or local agents of funding programmes via our umbrella body, UK Community Foundations as Quality Accredited Community Foundations.

We thank all those people and organisations who have committed to donating and working with us, especially in building endowment funds with us, for current and future generations of communities.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

TRUSTEES' REPORT

Our Investment in Communities

We supported charities, community groups, social enterprises, vulnerable individuals and households in need to improve the lives of local people across 11 social themes. The 51% success rate for applications in 2021/22 was lower than the previous year which had larger amounts of funding available for covid-19 support projects, however this represents a similar rate to previous years.

A breakdown of our overall funding approved for distribution to communities is outlined below.

Total Funding Lancashire and Merseyside and other: £3.4m

51% of applications were approved and of the successful awards:

- 174 grants were distributed in Lancashire
- 418 grants were distributed in Merseyside
- 18 grants were distributed across the rest of the UK

Average Award Size

- Average Award Size: £4,590
- Lancashire: £3,487
- Merseyside: £5,028
- Other: £6,914

Funding For Lancashire

Funding was distributed in Lancashire in 2021/22 via 174 awards to community organisations. Our average award size was £3,487, which is a decrease on 2020/21 average grant size of £4,364.

Funding For Merseyside

Funding for Merseyside in 2021/22 was distributed to communities via 418 awards. Our average award size was £5,028 which was an increase on 2020/21 average grant size of £4,869.

We distributed 18 awards in 2021/22 outside of our typical Lancashire and Merseyside area. This was due to our work with donors who wished to support work in specific areas of the country in addition to their grant-making in Lancashire and/or Merseyside

Our Community Leadership

We are committed to our strategic view to understand the needs of local communities and donors and, by creating partnerships and involving donors, ensure that these needs are met via a social change agenda.

Our community knowledge is increasing in its importance and further informs many aspects of our work. Our Vital Signs giving guides, highlighting community concerns and priorities, plus our community visit programme and consultation continues to guide giving and our grant-making in Lancashire and Merseyside.

Vital Signs guides are a combination of national and local data, social intelligence and the results of community consultations to provide a voice for local communities on their concerns and aspirations to guide giving.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

TRUSTEES' REPORT

Our Governance

The merger of Community Foundation for Lancashire and Community Foundation for Merseyside in April 2014 was a significant milestone. This merger continues to reap the benefits of efficiencies.

Our Board since the merger is clearly defined in the following ways:

- A third representing Lancashire;
- A third representing Merseyside;
- A third made up of specialists, such as legal, HR, finance and grant-making.

Via this approach written into our governing document we are able to maximise our reach, representation, expertise and influence across Lancashire and Merseyside.

Our Board adopts a business approach in a charitable context to ensure CFLM is on a sustainable pathway and is fit-for-purpose in an ever-changing economic and policy landscape.

Our Financial Management & Growth

CFLM operated for the tenth year with majority private funds, compared to majority public funds in 2011/12. The surplus for the year ended 31 March 2022 continued to ensure that we are breaking even over a three year period. From our current £20.2 million endowment funds held, our ambition is to reach £22 million by 2023 and £37 million by 2030 for full sustainability. Our endowment funds have recovered well during this year despite the ongoing impacts of the Covid-19 pandemic being felt; the markets, and our endowment fund value has continued to make further recovery since April 2021. We plan for the excess reserves to be invested primarily in our growth and for organisational improvements as finances allow.

During 2021/22 investment performance outstripped the FTSE ALL Share against which we benchmark performance.

Our Organisational Development

CFLM operates in an ever changing economic and political landscape. Due to this we work proactively to be fit for purpose and relevant to our communities in Lancashire and Merseyside. CFLM has made the successful transition from majority public funding to majority private funding to operate in a new environment and enhance our work.

Our organisational structure consists of 15 staff (approx. 13 full-time equivalents), working across the functions of Programmes (8), Finance (3), Business Development and Leadership (4)

The commitment and passion of our staff team is hugely valued as we deliver our growth, community leadership and legacy agenda.

The Senior Management Team comprises of the Chief Executive, Development Director and Finance Director. Remuneration levels are set according to salary bands which have been benchmarked by reference to other community foundations within the UK Community Foundation network. Annual performance objectives are set by reference to key performance indicators agreed by the Board.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

TRUSTEES' REPORT

Key Partnerships

CFLM have 'non-donor' relationships with many key players. Examples include local borough and district authorities, central Government and local business groups, including Knowsley Chamber of Commerce, North & Western Lancashire Chamber of Commerce and the Liverpool City Region Combined Authority. Also included are our professional advisors Brabners, CCLA, Investec, Parker Kelly and Beever & Struthers who have all been appointed due to their expertise, commitment to philanthropy or corporate social responsibility and being based in the region.

Nationally we work with and are supported by our membership organisation, UK Community Foundations and exchange best practice with colleagues in the network.

Our Patron, President and Volunteers

The Board particularly wish to note their appreciation for the support of the Community Foundation for Merseyside's Patron, Cherie Blair and our Presidents, Lord Shuttleworth, the Lord Lieutenant of Lancashire and Mark Blundell, the Lord Lieutenant of Merseyside, for their continued commitment to the work of the charity.

We are grateful for the contribution made by volunteers who are champions and ambassadors for our work, including panel members who recommend our community funding distribution. All of our panel volunteers are inducted and trained, and generally contribute up to four or five days a year to the organisation to help us to distribute funding effectively to communities. Their contribution of knowledge and expertise is hugely valued in the success of our community investment and in terms of ensuring local knowledge and accountability.

Our Donations In-Kind

CFLM has been afforded use of an office by Liverpool ONE and the Westminster Fund at 3rd Floor Stanley Building, 43 Hanover Street, Liverpool on an in-kind basis as our main office for which we are grateful.

Planning for 2022/23 onwards

Our aims for 2022/23 include the following KPIs: achieve a return on investments on a 5% return basis, growing our endowment fund by at least £1m a year and ambitiously £2 million a year, improving our use of our digital and database tools and diversifying our community funding options to meet social needs.

Our Strategic Objectives in 2022/23 – 2023/24 will be:

- We will be informed by our community knowledge;
- We will enable social change in our communities as their local community foundation;
- We will grow philanthropy and charitable giving for Lancashire and Merseyside communities;
- We will continue to operate on a sustainable pathway;
- We will continue to be a professional, credible and valued charitable entity;
- We will work together with others for our communities and our network.

We will monitor our progress quarterly during 2022/23 against an annual plan and KPIs and our three year strategic aims in a new economic and political environment, being informed and driven by our community knowledge.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

TRUSTEES' REPORT

Overview of our Governance & Operations

The Objects of our Charity

The objects of our charity, as set out in the CFLM Memorandum and Articles of Association, are the promotion of any charitable purposes for the benefit of the community in the United Kingdom but primarily within the following areas:

- The five Metropolitan Boroughs presently constituting the area of the County of Merseyside namely the City of Liverpool and the Metropolitan Boroughs of Wirral, Sefton, Knowsley and St Helens together with the area of Halton Borough Council;
- The County of Lancashire and the Boroughs of Blackburn with Darwen and Blackpool.

Significant Activities

The main area of our charitable activity is the awarding of charitable funding within the local community. This is achieved by raising donations from private, public and charitable sources and redistributing them (or the income they generate in the case of invested or endowed funds) as constructive grants to the local community, according to the donors' wishes. The charity has relatively little unrestricted income that it can use for grant-making.

The Board

The Board delegates responsibility for the day-to-day operational management of the organization to the Chief Executive.

CFLM is run by a Board of Trustees which is responsible for setting the strategic direction of the organisation, for establishing policy and for maintaining proper governance. It meets quarterly and comprises representatives of and/or experts in the private, public and voluntary sectors. Average trustee attendance is 85%-90% with absences typically due to holiday/sickness. All trustees have job descriptions and person specifications.

The Board delegates responsibility to sub-committees, if required due to the Community Foundations' need.

Trustee Recruitment, Appointment and Development

The trustees are normally appointed by the members of the company and up to one-third of the trustees will normally retire each year and be eligible for re-election at the Annual General Meeting. Trustees can serve two terms of three years with re-election for each term and a third three year term if there is a case for the organisation's business plans. No places on the board are reserved for specific individuals or representatives of particular organisations; detailed procedures are in place for the nomination and appointment of trustees.

Annually the Board assesses the expertise and skills within the Board membership and proactively recruits new trustees with specific experience to ensure a full complement of expertise and skills in order to govern the charity and deliver our charitable objectives for public benefit. All new trustees are given an induction session by the Chairman and Chief Executive to explain the operation of the charity. Regular training and tailored updates for trustees take place to update them and to ensure they are fully engaged with the work of the Community Foundations.

Arthur Roberts, our Chairman will retire at the Annual General Meeting and David Wareing will be appointed to the Board and commence as the new Chairman.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

TRUSTEES' REPORT

Our Public Benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. The charity's public benefit is assessed on an annual basis by the Board and staff to ensure we are continually improving our performance against our charitable objects, vision, mission and strategic social aims.

The charity benefits the public by securing income for charitable programmes and funds administered by us from public and private sector, and then distributing this in collaboration with those funders and donors as charitable funding to support charitable activities in communities as a charitable intermediary. Funding programmes and funds are established, developed, decided upon and monitored in line with the social needs and aspirations of the local communities we serve which are identified by local community leaders, subject experts or local donors as well as social intelligence, data, research and community consultations.

Funding is used towards (but not restricted to) the following purposes, provided that in each case, the purpose is recognised as being charitable according to the law of England and Wales:

- The prevention or relief of poverty;
- The advancement of education;
- The advancement of health or the saving of lives;
- The advancement of citizenship or community development, which includes: rural or urban regeneration and the promotion of civic responsibility, volunteering, the voluntary sector or the effectiveness or efficiency of charities;
- The advancement of the arts, culture, heritage or science;
- The advancement of amateur sport;
- The advancement of human rights, conflict resolution or reconciliation, or the promotion of religious or racial harmony, or equality and diversity;
- The advancement of environmental protection or improvement;
- The relief of those in need by reason of youth, age, ill-health, disability, financial hardship or other disadvantage;
- The promotion of the efficiency of the armed forces of the Crown; police; fire and rescue services; or ambulance services.

Funding is not to be used to support the following:

- The advancement of religion;
- The advancement of political beliefs or party politics;
- Activities understood to be the exclusive responsibility of statutory authorities;
- Retrospective funding (i.e. paying for costs incurred before a decision on an application to CFLM for support can be made);
- The funding of any public or private sector compensation and / or mitigation.

The policy of the charity is to award funding to individuals and organisations that have made a formal application for a grant, that fulfil the requirements of the relevant programme or fund and which have the necessary systems in place to administer a grant. All funding applications are subject to a formal appraisal by our staff before being presented to the local grant panel, or the donor, for a recommendation. A scoring system and process is used to guide decisions. All panel or donor recommendations are ratified by the CFLM's senior staff or trustees prior to any offer being made. Funding distributed is reported quarterly to the Board by fund, locality and social theme.

Before any funding is distributed, we carefully and thoroughly assess the charitable and public benefits of the proposed activities. The impact of our community funding is then reported to funders, donors, stakeholders, staff and the Board as a measurement of the social impact achieved.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

TRUSTEES' REPORT

Investment Powers

The Charity's Investment Powers are prescribed in its Memorandum and Articles of Association. The Board of Trustees has approved a document called 'Policies on Fund Management and Financial Control', relating to the management of all of its funds and which includes the strategies for the investment of its endowment fund. The purpose of investment in the endowment fund is to generate a sustainable income for grant-making and meeting running costs.

The organisation has appointed professional investment managers to manage the endowment. During the year these were managed by CCLA and Investec. As approved by Board and following a tender process, effective 1 October 2017 investments are to be managed by CCLA for public sector funds and charitable trust transfers, and Investec for corporate and individual endowment donations.

Investment performance targets are issued annually to investment managers; within a framework of maintaining a low to medium risk portfolio, investment performance is measured by the board and finance committee. Each manager is required to maintain a diversified portfolio, with focus on UK and overseas equities, debt instruments and cash; investment in derivatives or "hedge funds" is not permitted without the express consent of the trustees. Investment performance is monitored by the board on a quarterly basis, using benchmarks such as the FT All Stocks Government Index, the FT All Share Index, the FT World Index (excluding UK) and the IPD Index as well as a comparison of the current investment managers' performance with others in the field. Investment performance is reported to Board on a quarterly basis and reviewed annually.

For the Community First Endowment Challenge from 2012 – 2015 CCLA manages the funds based on an investment policy agreed by our UK umbrella organisation, UKCFs with approval from our Board. Although not classified as permanently endowed funds, CCLA manage funds under a total return policy, calculating the indexed value of the initial donation on an annual basis and enabling withdrawal of surplus over and above this figure to supplement income received during the year. This method of calculation has been applied since commencement of the programme so can be precisely calculated by CCLA.

Since the year end, CFLM has begun to conduct a review of the Ethical Profile of our Investment portfolios with our Investment Managers. Each Trustee and member of the SMT were invited to complete the survey to establish whether any adjustment needed to be made to where our portfolios sat. This process is still in progress.

Our Risk Reviews

Our Board of Trustees undertakes a regular review of the risks that the organisation faces; these are published in a formal Organisational Risk Register and are reported in a Charity Commission advised 'heat map' format quarterly to Board.

All risks identified were addressed and mitigated as far as possible during 2021/22 and looking ahead, no identified risks remain unaddressed. The Risk Assessment is subject to formal annual review and update by the trustees, with interim monitoring on a quarterly basis by the senior staff team. The organisation also uses a traffic light system to monitor and measure progress against a set of key organisational targets. Progress against target is assessed by the staff team on a monthly basis and reported to the Board on a quarterly basis, using a delivery forecast system.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

TRUSTEES' REPORT

Our Reserves Policy

Our Board has continued to endeavour to build and maintain a level of reserves appropriate to its commitments over the coming years. However, it is keen to maximise its charitable objectives and public benefit. The Board continues to strive to ensure that reserves of six months running costs are held at any time as per our policy, in line with the Charity Commission's guidance. Costs for the six months to September 2022 amounted to £359,440, which is less than half of the value of the unrestricted reserves at the year end (£762,849). CFLM has built joint reserves as per the policy and covered the budget deficit and core costs jointly as appropriate for sustainability, especially investment in our community impact. Any reserves held above the six month policy level are linked to a Reserves Spending Plan, regularly reviewed and approved by the Board to support CFLM's development and sustainability.

Our Auditor

In accordance with the Company's articles, a resolution proposing that Beever and Struthers be reappointed as auditor of the company will be put at the AGM.

Small Company

This report has been prepared in accordance with provisions within Part 15 of the Companies Act 2006 as they relate to small companies.

By Order of the Board

Arthur Roberts
Chair

03 November 2022

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

FINANCIAL REVIEW

Funding

The Trustees are committed to seeking funding from a wide range of sources, ensuring that income streams are diversified and CFLM is not overly reliant on any single source of funding.

Financial Statements

The financial statements have been prepared in accordance with the Companies Act 2006, Charities Act 2011 and FRS102 and comply with the Charities Statement of Recommended Practice on Accounting. The movement in funds is shown on the Consolidated Statement of Financial Activities. CFLM realised a surplus in its unrestricted funds of £121,954 (2021 surplus £277,631). CFLM's total funds (unrestricted funds, restricted immediate impact funds and restricted endowment funds) amounted to £22,714,081 at 31 March 2022 (2021: £21,588,830). The Trustees have passed a total return resolution for permanent endowments - more information is included in note 12.

The results for the current year are significantly different to the prior year as the impact of emergency funding for Covid-19 subsidies and CFLM returns to similar funding levels pre pandemic.

Reserves Policy

The reserves of CFLM are composed of restricted and unrestricted funds. These funds are maintained at a sufficient level in order to allow the smooth operation of our activities.

Unrestricted Reserves: The Trustees are committed to building up general reserves to ensure that the core activities of CFLM will continue into the future. The target is to have a minimum of six months' core costs in unrestricted reserves – based on our 2022/23 budget this would amount to £373,680. The free general reserves of the Foundation (our unrestricted reserves less our fixed assets) at 31 March 2022 amount to £757,036 (2021: £631,328).

Restricted Reserves: The restricted funds at the year end were either held in the form of cash in bank accounts or investments. Details of investments held are shown in note 12. The current level of restricted funds, and the ongoing funding arrangements relating to those funds, is sufficient to maintain the specific projects they relate to.

Investments Policy

Investment policy is reviewed annually by the finance and risk committee and board, in conjunction with a review of investment performance. Investment managers retain authority to trade in market securities within the mandate of retaining a well-diversified portfolio of medium risk. Our policy on fund management and financial control is available on request.

Commitments

The Trustees had made no commitments to future capital purchases, nor given any guarantees, at the balance sheet date.

Arthur Roberts

Chair

03 November 2022

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

STATEMENT OF TRUSTEES' RESPONSIBILITIES COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

The Trustees (who are also directors of CFLM for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) including FRS 102 'The Financial Reporting Standard' applicable in the United Kingdom and Republic of Ireland'. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as each of the Trustees is aware:

- there is no relevant audit information of which the charitable company's auditor are unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

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

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

We have audited the financial statements of Community Foundations for Lancashire and Merseyside "the parent charitable company" and its subsidiaries ("the group") for the year ended 31 March 2022 which comprise the consolidated and parent charitable company Statement of Financial Activities (the consolidated and parent company summary income and expenditure account), the consolidated and parent charitable company Balance Sheets, the consolidated Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 March 2022 and of the group's net income and net movement in funds for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group 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

We have nothing to report to you in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

Opinion on matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report which includes the directors' report prepared for the purposes of company law for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit;

Responsibilities of directors

As explained more fully in the Trustees' Responsibilities Statement set out on page 14, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's web-site at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Ability to Detect Irregularities

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements based on our understanding of the Company and through discussion with the Directors and other management (as required by auditing standards).

We also had regard to laws and regulations in areas that directly affect the financial statements including financial reporting (including related company legislation) and taxation legislation. We considered the extent of compliance with those laws and regulations as part of our procedures on the related financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements.

We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit. Audit procedures performed included:

- Discussions with management, enquiring over non-compliance with laws, regulations and fraud;
- Reviewing minutes of all Board meetings during the year; and
- Review of transactions (including journals) using data analytic software.

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience of the company
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Charities Act 2011.
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence.
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2022

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud.
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures on income, expenditure, debtors and creditors to identify any unusual or unexpected relationships.
- tested journal entries to identify unusual transactions.
- assessed whether judgements and assumptions made in determining the accounting estimates set out in Note 3 were indicative of potential bias.
- investigated the rationale behind significant or unusual transactions.

There are inherent limitations in the audit procedures described above. We did not identify any such irregularities, however as with any audit, there remained a higher risk of non-detection of irregularities due to fraud, as these may involve deliberate concealment, collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's 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 charitable company and the charitable company's members as a body for our audit work, for this report, or for the opinions we have formed.

Mark Bradley BA FCA (Senior Statutory Auditor)
For and on behalf of
BEEVER AND STRUTHERS
Statutory Auditor
The Beehive
Lions Drive
Shadsworth Business Park
Blackburn BB1 2QS

03 November 2022

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED AND COMPANY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2022 £	2021 £
Incoming resources						
Income and endowments from:						
Donations and legacies	4.1	133,972	-	85,790	219,762	883,477
Charitable activities	4.2	318,835	2,958,433	-	3,277,268	6,059,311
Investments	4.3	31,129	(183)	521,726	552,672	466,292
Other activities	4.4	-	-	-	-	1,289
Total		483,936	2,958,250	607,516	4,049,702	7,410,369
Expenditure on						
Raising funds						
Costs of generating donations and legacies	5	(314,379)	-	-	(314,379)	(311,844)
Investment management costs	5	-	-	(41,865)	(41,865)	(37,240)
Charitable activities	5	(379,865)	(3,464,076)	-	(3,843,941)	(6,536,956)
Total		(694,244)	(3,464,076)	(41,865)	(4,200,185)	(6,886,040)
Realised gain on investment assets		-	-	511,898	511,898	48,913
Unrealised gain on investment assets		50,166	-	713,669	763,835	3,446,321
Net income/(expenditure)		(160,141)	(505,826)	1,791,218	1,125,251	4,019,563
Transfers between funds	16-18	282,095	580,221	(862,316)	-	-
Net movement in funds		121,954	74,395	928,902	1,125,251	4,019,563
Reconciliation of funds						
Total funds brought forward	4.5	640,895	1,672,870	19,275,065	21,588,830	17,569,267
Total funds carried forward		762,849	1,747,265	20,203,967	22,714,081	21,588,830

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities of the charity.

The notes on pages 24 to 40 form part of these financial statements.

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED AND COMPANY SUMMARY INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2022**

	2022	2021
	£	£
Gross income from all sources	4,049,702	7,410,369
Less endowment income	<u>(607,516)</u>	<u>(1,175,807)</u>
Total Income	3,442,186	6,234,562
Total expenditure	(4,200,185)	(6,886,040)
Less endowment expenditure	41,865	37,240
Transfers from endowment funds	<u>862,316</u>	<u>550,357</u>
Net income/(expenditure) for the year	<u>146,182</u>	<u>(63,881)</u>

The notes on pages 24 to 40 form part of these financial statements.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2022

	Notes	2022		2021	
		£	£	£	£
Tangible assets	11	5,813		9,567	
Investments	12	<u>20,801,928</u>		<u>19,394,297</u>	
			<u>20,807,741</u>		19,403,864
Current Assets					
Debtors	13	27,756		81,467	
Cash at bank and in hand		<u>2,723,183</u>		<u>2,759,308</u>	
		<u>2,750,939</u>		<u>2,840,775</u>	
CREDITORS: amounts falling due within one year	14	<u>(844,600)</u>		<u>(655,809)</u>	
Net Current Assets			<u>1,906,339</u>		<u>2,184,966</u>
Total Net Assets			<u><u>22,714,081</u></u>		<u><u>21,588,830</u></u>
The Funds of the Charity					
Endowment Funds	18		20,203,967		19,275,065
Unrestricted Funds	17		762,849		640,895
Restricted Funds	16		<u>1,747,265</u>		<u>1,672,870</u>
Total Charity Funds			<u><u>22,714,081</u></u>		<u><u>21,588,830</u></u>

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

Approved by the Board of Trustees and authorised for issue on 03 November 2022

A Roberts - Trustee

Company Number 3422207

The notes on pages 24 to 40 form part of these financial statements.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
COMPANY BALANCE SHEET
AS AT 31 MARCH 2022

	Notes	2022		2021	
		£	£	£	£
Tangible assets	11	5,813		9,567	
Investments	12	<u>20,801,928</u>		<u>19,394,297</u>	
			<u>20,807,741</u>		19,403,864
Current Assets					
Debtors	13	27,756		81,467	
Cash at bank and in hand		<u>2,723,183</u>		<u>2,759,308</u>	
		<u>2,750,939</u>		<u>2,840,775</u>	
CREDITORS: amounts falling due within one year	14	<u>(844,600)</u>		<u>(655,809)</u>	
Net Current Assets			<u>1,906,339</u>		<u>2,184,966</u>
Total Net Assets			<u><u>22,714,081</u></u>		<u><u>21,588,830</u></u>
The Funds of the Charity					
Endowment Funds	18		20,203,967		19,275,065
Unrestricted Funds	17		762,849		640,895
Restricted Funds	16		<u>1,747,265</u>		<u>1,672,870</u>
Total Charity Funds			<u><u>22,714,081</u></u>		<u><u>21,588,830</u></u>

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

Approved by the Board of Trustees and authorised for issue on 03 November 2022

A Roberts - Trustee

Company Number 3422207

The notes on pages 24 to 40 form part of these financial statements.

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
STATEMENT OF CONSOLIDATED CASHFLOWS
FOR THE YEAR ENDED 31 MARCH 2022**

	2022 £	2021 £
Net (expenditure) for the year	(716,134)	(614,146)
Adjustments for:		
Decrease in debtors	52,280	129,129
Increase in creditors	190,221	255,847
Loss on disposal of fixed assets	-	92
Depreciation	4,471	4,397
Net cash used in operating activities	(469,162)	(224,681)
Interest Received	442,014	397,688
Cash flows from investing activities		
Cash (advanced to)/withdrawn from investments	(94,050)	61,750
Purchase of fixed assets	(717)	(11,830)
Net cash provided by (used in) investing activities	(94,767)	49,920
Cash flows from financing activities		
Receipt of expendable endowment	85,790	740,880
Cash provided by financing activities	85,790	740,880
(Decrease)/Increase in cash and cash equivalents in the year	(36,125)	963,807
Cash and cash equivalents at the beginning of the year	2,759,308	1,795,501
Total Cash and cash equivalents at the end of the year	2,723,183	2,759,308

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 GENERAL INFORMATION

The Charity is a registered charity in England and Wales and is a private Limited company by guarantee without share capital, registered in England and Wales under the Companies Act. The address of the principal office is Third Floor, Stanley Building, 43 Hanover Street, Liverpool, L1 3DN.

2 STATEMENT OF COMPLIANCE

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) and the Companies Act 2006.

3 ACCOUNTING POLICIES

Summary of significant accounting policies and key accounting estimates

3.1 Basis of preparation

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 the Republic of Ireland (FRS 102) (effective 1 January 2015) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Statement of Financial Activities and Balance Sheet consolidate the financial statements of The Charity of John Goore (Charity Reg No 238355) which was acquired on May 2nd 2017.

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

3.2 Going concern

The trustees are satisfied that the accounts should be prepared on a going concern basis and have considered this for the period of twelve months from the date of approval.

3.3 a Incoming resources

Incoming resources are included in the Statement of Financial Activities (SOFA) when they become receivable, except donations and gifts in kind. Donations are included when they are received. Gifts in kind are valued at an estimate of market value where this can be readily ascertained.

Deferral of income takes place where grants are received substantially in advance of the expenditure to which it relates. Where grants include a contribution to costs for distribution of restricted funds, this is recognised on distribution of funds.

Investment returns are drawn in accordance with a total return policy and transferred to restricted funds for distribution, with an agreed proportion transferred to cover management and administration costs. Income to cover costs for management of the invested funds is recognised when received and income to cover costs for distribution of the resulting restricted funds is recognised on distribution of those funds.

Incoming resources from government funded entities are accounted for in the same way as other income.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

3 ACCOUNTING POLICIES (continued)

3.3 b Donated Services and Facilities

Donated professional services and donated facilities are recognised as income when the Community Foundation has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from its use is probable and the economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of volunteers is not recognised and users of these financial statements should refer to the Trustees' annual report for more information about their contribution.

On receipt donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

3.4 Resources expended

Resources expended are included in the SOFA on the accruals basis as a liability is incurred, based on work done or services provided in the period. Expenditure includes irrecoverable VAT, and is reported as part of the expenditure to which it relates.

Grants payable are recognised as expenditure when the commitment is made and monitoring of previous commitments is complete.

Costs of Generating Funds includes the cost of brochures, advertising, fundraising and other promotional events designed to increase public awareness of the Foundation, together with other costs directly attributable to fundraising activities.

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

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in note 5.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

3 ACCOUNTING POLICIES (continued)

3.5 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. The costs of minor additions or those costing under £500 are not capitalised.

Depreciation is provided to write off the cost of each asset over its expected useful life using the following rates and methods:-

Fixtures and fittings	33% straight line
Office equipment	33% straight line

Impairment reviews are carried out as and when evidence comes to light that the recoverable amount of a functional fixed asset is below its net book value due to damage, obsolescence or other relevant factor.

3.6 Fixed asset investments

Investments are included at fair value at the balance sheet date.

Realised gains and losses on investments are calculated as the difference between sale proceeds and their fair value at the start of the year, or their subsequent cost, net of transaction costs, and are charged or credited to the statement of financial activities in the year of disposal.

Unrealised gains and losses represent the movement in fair value during the year and are credited or charged to the statement of financial activities based on the fair value, as advised by the charity's investment managers, at the year end. All endowed funds received are managed in a total investment return basis.

3.7 Creditors and Provisions

Creditor balances are accounted for once an obligation for payments is confirmed. Grant payments are accrued when approved for settlement, payments for service contracts are accrued once the service has been delivered.

3.8 Pensions

The company contributes to Individual Personal Pension policies for its employees. Contributions are charged to the SOFA in the period to which they relate.

3.9 Fund accounting

Unrestricted funds are incoming resources receivable or generated for the objects of the charity without further specified purpose and which can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund.

Endowment funds are held for long term returns for the Foundation. A percentage withdrawal from the funds is distributed in accordance with the wishes of the original donor. Capital gains or losses arising on the investments form part of the fund. Charges for investment management and advice are charged to the fund as incurred. Income earned on endowment funds is transferred to restricted and unrestricted funds.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

4	INCOMING RESOURCES	2022	2021
		£	£
4.1	Voluntary Income		
	Endowments Received	85,790	740,880
	Sponsorship, Donations and Membership	43,474	33,492
	Gifts in kind – Use of office	70,000	70,000
	Gifts in kind – Rates	6,724	5,427
	Gifts in kind – Other	13,774	33,678
		219,762	883,477
4.2	Incoming Resources from Charitable Activities		
	23 Foundation Fund	54,616	36,891
	23 Foundation 10th Anniversary Fund	8,400	7,440
	Ann and Ray Messer Foundation	-	1,000
	BIBAs Foundation Fund	2,193	16,086
	Big Local Trust Beechwood Fund	241,200	-
	Big Local Trust Northwood Fund	214,431	145,376
	Blue Sky Foundation Fund	88,045	-
	BSBT Fund	872	49,015
	BXB Foundation Fund	5,400	-
	Cells Charitable Trust Fund	-	17,493
	CFLM Discretionary Fund	170	-
	Christine Ann Foundation	8	7,058
	Community Cashback Fund	100,000	-
	Community Partnership Fund	13,655	-
	Contain Management	668,000	-
	Daneway Foundation Fund	20,910	44,000
	Dulverston Fund	217,500	217,500
	DWP Household Support Fund	30,000	-
	Football For Change	199,373	-
	FPC Foundation	12,500	21,009
	GB Partnership Fund	-	4,986
	GM Mayors Homeless Fund	-	1,990
	Her Majesty The Queen Platinum Jubilee Fund	98,086	-
	High Sheriff & Merseyside Police Fund	7,000	13,094
	Hill Dickinson Fund	35,540	32,586
	Home Street Home Fund	2,095	-
	Huntley & Palmers Fund	-	53,715
	John Goore Trust Fund	64	64
	John Laing Charitable Trust Fund	22,400	23,600
	Lancaster Community Fund	-	875
	Lancashire Covid 19 Fund	-	2,095,827
	Lancashire Flood Relief Fund	-	323
	Last Choir Singing	25,000	-
	LCR Cares Fund	3,347	2,159,836
	Leahy Foundation Fund	-	-
	Let's Create Jubilee	288,024	-
	Liverpool Community Safety Partnership - VRP Fund	-	226,671
	Liverpool ONE Foundation Fund	250,000	100,000
	Carried forward	2,608,829	5,276,435

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

4	INCOMING RESOURCES (Contd...)	2022	2021
		£	£
4.2	Incoming Resources from Charitable Activities (Contd...)		
	Brought forward	2,608,829	5,276,435
	Made by Sports 'Clubs in Crisis' Fund Lancashire	9,154	105,271
	Made by Sports 'Clubs in Crisis' Fund Merseyside	8,358	96,450
	Mark McQueen Foundation (Merseyside) Fund	4,450	2,476
	Merseyside Community Investment Fund	2,130	2,250
	MVRP Sports, Arts & Culture Fund	400,000	-
	Nationwide Foundation Fund	155,388	-
	Olivia Rae Foundation Fund	-	564
	PCC Covid 19 Sexual Violence Fund	-	118,233
	PCC-Covid 19 Domestic Abuse Services Fund	-	236,404
	Police Property Act Fund	-	52,252
	Red Rose Responding Fund	12,293	49,500
	Rimrose Valley Running Track	9,976	10,000
	RWE Innogy UK Ltd Hameldon Hill Wind Farm Community Fund	12,211	11,322
	The Merseyside Womens Fund	40	728
	The Lancashire Womens Fund	642	-
	VRP Arts & Culture Fund	-	91,926
	Windle United Fund	1,000	-
	#iwill Merseyside Fund	-	5,500
	Youth Diversion Fund	52,797	-
		3,277,268	6,059,311
4.3	Investment income		
	Bank and other interest	32,537	11,640
	Investment Income	520,135	454,652
		552,672	466,292
4.4	Other income		
	Other	-	1,289
		-	1,289
	Total Incoming resources	4,049,702	7,410,369

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

4 INCOMING RESOURCES (cont....)

4.5 Comparative Statement of Financial Activities

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2021 £
Incoming resources				
Income and endowments from:				
Donations and legacies	142,597	-	740,880	883,477
Charitable activities	422,856	5,636,455	-	6,059,311
Investments	27,078	5,536	433,678	466,292
Other activities	40	-	1,249	1,289
Total	592,571	5,641,991	1,175,807	7,410,369
Expenditure On:				
Raising funds				
Costs of generating donations and legacies	(311,844)	-	-	(311,844)
Investment management costs	-	-	(37,240)	(37,240)
Charitable activities	(358,085)	(6,178,871)	-	(6,536,956)
Total	(669,929)	(6,178,871)	(37,240)	(6,886,040)
Realised gain on investment assets	-		48,913	48,913
Unrealised gain on investment assets	99,548	-	3,346,773	3,446,321
Net income/(expenditure)	22,190	(536,880)	4,534,253	4,019,563
Transfers between funds	255,441	294,916	(550,357)	-
Net movement in funds	277,631	(241,964)	3,983,896	4,019,563
Reconciliation of funds				
Total funds brought forward	363,264	1,914,834	15,291,169	17,569,267
Total funds carried forward	640,895	1,672,870	19,275,065	21,588,830

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

5 TOTAL RESOURCES EXPENDED

	Basis of Allocation	Donations and Legacies	Charitable Activities	Investment Management Costs	Total 2022	Total 2021
		£	£	£	£	£
Grants paid (see note 6)	Direct	-	3,463,176		3,463,176	6,178,621
Staff costs (see below and note 8)	Direct	119,958	379,865		499,823	471,204
Healthcare costs	Direct	2,116			2,116	2,074
Publicity and advertising	Direct	4,243			4,243	9,213
PPS & telephone	Staff Time	5,967			5,967	4,252
Staff training	Direct	987			987	3,625
Meeting costs	Direct	467			467	-
Rent/Rates in kind	Direct	76,724			76,724	75,427
Electricity in kind	Direct	11,142			11,142	33,679
Audit & accountancy fees	Usage	12,071			12,071	15,540
Travel	Direct	4,926			4,926	899
Computer running costs	Staff Time	12,791			12,791	13,806
Subscriptions	Direct	24,059			24,059	16,277
Bank charges	Usage	723			723	552
Insurance	Staff Time	5,806			5,806	5,728
Recruitment	Direct	688			688	6,994
Volunteer expenses	Direct	383			383	212
Other	Direct	4,212			4,212	6,224
Depreciation	Direct	4,471			4,471	4,490
Legal & professional fees	Usage	1,839	900		2,739	13
Investment management costs	Direct			41,865	41,865	37,240
Events	Direct	18,106			18,106	(30)
Special Project costs	Direct	2,700			2,700	-
		<u>314,379</u>	<u>3,843,941</u>	<u>41,865</u>	<u>4,200,185</u>	<u>6,886,040</u>

The overheads above include £90,498 of donated goods for which the Community Foundations pay no consideration. Once these donated goods are deducted from core expenditure the overheads (excluding grants awarded & investment management costs) amount to £609,522 (2021: £561,073).

Allocation of governance and support costs

The Community Foundation initially identifies the costs of its support functions. It then identifies those costs which relate to the governance function. Having identified its governance costs, the remaining support costs together with the governance costs are apportioned between the key charitable activities undertaken in the year.

6 GRANTS AWARDED

All the charitable activities undertaken by the charity represent grantmaking. Further details about the grants made in the year can be seen in Note 16.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

7	NET INCOMING RESOURCES	2022	2021
	Net incoming resources are stated after charging:	£	£
	Depreciation	4,471	4,397
	Auditor's remuneration	12,071	15,540
8	STAFF COSTS	2022	2021
		£	£
	Wages and salaries	414,016	391,192
	Social security costs	40,210	37,329
	Other pension costs	41,487	44,323
		495,713	472,844

One employee received emoluments in the band of £60,001 - £70,000 (2021: one).

The charity contributes to Individual Personal Pension policies for all its employees. The assets of the schemes are held separately from those of the Charity in independently administered funds. The pension charge of £41,487 (2021: £44,323) represents contributions paid by the Charity to the funds. There were £92 outstanding contributions at 31 March 2022 (31 March 2021: £16,148).

9	STAFF NUMBERS		
	The average number of employees (excluding trustees) during the year was as follows:		
		2022	2021
		No	No
	Management	3	3
	Development	5	5
	Finance	1	1
	Programmes	4	3
	Total full time equivalents	13	12
	Total staff employed	15	15

10 TAXATION

The charity is exempt from tax on income and gains falling within Section 505 of The Taxes Act 1988 or Section 252 of The Taxation of Charitable Gains Act 1992 to the extent that these are applied to its charitable objectives

11	TANGIBLE FIXED ASSETS	Fixtures & Fittings	Office Equipment	Total
	Cost	£	£	£
	At 1 April 2021	1,983	17,662	19,645
	Additions	-	717	717
	At 31 March 2022	1,983	18,379	20,362
	Depreciation			
	At 1 April 2021	684	9,394	10,078
	Charge for year	661	3,810	4,471
	At 31 March 2022	1,345	13,204	14,549
	Net book value			
	At 31 March 2022	638	5,175	5,813
	At 1 April 2021	1,299	8,268	9,567

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

12 INVESTMENTS - GROUP + COMPANY

INVESTMENTS	2022	2021
UK listed investments	£	£
Investec Wealth & Investment		
Market value at 1 April 2021	10,932,379	9,068,558
Additions	738,709	455,520
Disposals at market value	(104,284)	(669,873)
Revaluation gain/(loss)	39,827	2,026,694
	11,606,631	10,880,899
Cash deposits in the UK	54,423	51,480
Sub total Investec Wealth & Investment	11,661,054	10,932,379
CCLA Common Investment Fund		
Market value at 1 April 2021	7,880,635	6,408,667
Additions	115,025	151,890
Disposals at market value	(160,077)	-
Revaluation gain/(loss)	673,841	1,320,078
Sub total CCLA	8,509,424	7,880,635
CCLA CFLM Discretionary Investment		
Opening Market Value	581,283	481,735
Additions	-	-
Disposals at market value	-	-
Revaluation gain/loss	50,167	99,548
Closing market value	631,450	581,283
Total Investments	20,801,928	19,394,297
Historical cost	15,717,067	15,127,694
Listed Investments		
UK investments	7,538,714	6,956,008
Overseas and other investments	12,429,988	11,979,922
Cash deposits	833,226	458,367
	20,801,928	19,394,297

A CCLA and Investec portfolio totalling £994,379 (2021: £934,194) represent the assets of the Charity of John Goore. In the company balance sheet these have been reflected as an investment in subsidiary in accordance with the SORP requirements.

The trustees consider individual investment holdings in excess of 5% of the portfolio value to be material. No individual shareholdings or investments are considered individually to be material with the market values and proportion of the portfolio shown as at 31 March 2022.

The investments are held to provide an investment return to the charity.

	Endowment	Unapplied total return released to income	Total Endowment
At 1 April 2021			
Gift Component of Endowment:	13,853,602	-	13,853,602
Unapplied total return	-	5,421,463	5,421,463
Total	13,853,602	5,421,463	19,275,065
Movements in the reporting period:			
Gift of expendable endowment	85,790	-	85,790
Investment Management Fees	-	(41,865)	(41,865)
Dividends and Interest	-	521,726	521,726
Realised and Unrealised Gains/Losses	-	1,225,567	1,225,567
Total	85,790	1,705,428	1,791,218
Unapplied total return released to income	-	(862,316)	(862,316)
Net movements in reporting period	85,790	843,112	928,902
At 31 March 2022			
Gift Component of Endowment:	13,939,392	-	13,939,392
Unapplied total return released to income	-	6,264,575	6,264,575
Total	13,939,392	6,264,575	20,203,967

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
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13 DEBTORS

	2022	2021
	£	£
Other debtors	13,481	68,783
Other tax & social security	-	1,431
Prepayments & accrued income	14,275	11,253
	<u>27,756</u>	<u>81,467</u>

14 CREDITORS: amounts falling due within one year

	2022	2021
	£	£
Grant creditors	737,117	578,087
Other creditors	7,434	22,406
Accruals	18,603	15,760
Other tax & social security	-	-
Deferred income (note 15)	81,446	39,556
	<u>844,600</u>	<u>655,809</u>

15 DEFERRED INCOME

Deferred income comprises income received in advance that the charity is not contractually entitled to distribute at 31 March 2022.

	2022	2021
	£	£
Balance as at 1 April 2021	39,556	31,266
Amount released to income earned from charitable activities	(35,505)	(17,815)
Amount deferred in year	77,395	26,105
Balance as at 31 March 2022	<u>81,446</u>	<u>39,556</u>

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

16	RESTRICTED FUNDS	As at 1 April 2021 £	Movement in Resources		As at 31 March 2022 £
			Incoming £	Outgoing £	Transfers £
	23 Foundation	105,992	48,859	(118,383)	43,360
	ACC Liverpool Foundation Fund	2,421	-	-	-
	Aldridge Foundation	4,944	-	-	2,141
	Alfred Shaw Trust Fund	27,913	-	(4,785)	19,438
	Ann and Ray Messer Foundation	75,668	-	(12,551)	-
	B&M	(586)	586	-	-
	Bernie Fleming Aintree Lung Cancer Foundation	6,581	-	-	-
	BHP Billiton Fund	10,485	-	(9,714)	10,719
	Be Inspired Business Awards Foundation	16,004	-	(12,903)	-
	Big Local Trust Beechwood	4,554	222,207	(154,454)	-
	Big Local Trust Northwood	121	203,125	(129,105)	(44)
	Blue Sky Foundation Fund	6,759	88,040	(650)	41,094
	Bridgebuilder Foundation	1,608	-	-	-
	BSBT Fund	3,378	872	-	(4,250)
	Cells Charitable Trust Fund	16,368	-	-	1,646
	CFLM Discretionary Fund	4,310	170	(725)	3,342
	Christal Foundation Revenue Fund	17,932	(1)	(36,936)	33,605
	Christine Ann Foundation	6,056	2	(3,310)	-
	Community Cashback Fund	-	100,000	-	-
	Contain Outbreak Management	-	615,000	(615,000)	-
	Daneway Foundation Fund	44,000	13,158	(57,158)	-
	Dulverton Trust Fund	2,150	195,750	(186,091)	-
	Football for Change	-	192,608	(42,250)	-
	FPC Foundation Fund	10,703	11,875	(21,490)	-
	GM Mayors Homeless Fund	8,573	(22)	(8,551)	-
	Gorse Bank Trust	3,432	-	-	736
	Halton Foundation Halton Chamber of Commerce	6,082	-	(1,500)	1,248
	Halton Foundation - Knights House	37,547	-	(8,706)	5,684
	Halton Foundation Fund	11,507	-	(3,349)	1,818
	Halton Foundation Widnes Education Fund	3,803	-	-	294
	Her Majesty The Queen Platinum Jubilee Fund	-	98,086	(30,437)	-
	High Sheriff & Merseyside Police Fund	12,911	6,048	(31,387)	21,917
	Hill Dickinson Fund	5,387	31,675	(40,480)	6,850
	Home Street Home Fund	-	1,927	-	-
	Huntley & Palmers Fund	44,835	-	-	2,320
	Investec Wealth & Investment Fund	74	-	-	1,656
	Japanese Tsunami Fund	1,101	-	-	-
	John Goore Book tokens Fund	550	-	-	(150)
	John Goore Trust Fund	9,164	64	(16,800)	15,774
	John Laing Charitable Trust Fund	9,999	20,000	(18,510)	500
	Joseph Harley Fund	14,787	-	-	2,275
	Knowsley Foundation Fred Curran Revenue Fund	(1,293)	195	(1,000)	6,404
	Knowsley Foundation Fund	1,675	-	-	1,033
	Knowsley Foundation Social Enterprise Sector Developme	894	-	-	(894)
	Knowsley Huyton with Roby War Distress Flow Through Fi	1,000	-	-	613
	Lancashire Community Investment Fund	9,396	-	750	10,437
	Lancashire Covid 19 Fund	53,847	-	(53,797)	(50)
	Lancashire Flood Recovery Fund	46,826	-	-	10,771
	Lancaster Community Fund	1,834	-	(20)	1,365
	Lancaster Foundation Fund	(12,967)	-	(28,703)	41,669
	Last Choir Sunging Community Fund	-	22,000	(22,000)	-
	LCR Cares Fund Merseyside	19,839	-	(22,509)	2,670
	Leahy Foundation Fund	(21,167)	-	25,000	42,752
	Let's Create Jubilee Fund	-	276,874	(276,874)	-
	Liverpool ONE Co-Ordinator Costs	17,607	-	(18,271)	20,000
	Liverpool ONE CYPMW Proactive Fund	-	-	(22,300)	22,300
	Liverpool ONE CYPMW Programme Two	-	-	(497,145)	590,335
	Liverpool ONE CYPMW Proactive Fund	-	-	(7,010)	12,029
	Liverpool ONE Foundation Fund	268,425	220,000	78,615	(553,774)
	Liverpool Tennis Foundation Fund	752	-	-	-
	Balance carried forward	923,780	2,369,098	(2,410,490)	419,633
					1,302,021

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
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FOR THE YEAR ENDED 31 MARCH 2022

16	RESTRICTED FUNDS (Contd...)	As at 1 April 2021 £	Movement in Resources		Transfers £	As at 31 March 2022 £
			Incoming £	Outgoing £		
	Balance brought forward	923,780	2,369,098	(2,410,490)	419,633	1,302,021
	Made by Sport "Clubs in Crisis" Fund Lancashire	105,271	-	(105,271)	-	-
	Made by Sport "Clubs in Crisis" Fund Merseyside	96,117	-	(96,117)	-	-
	Mando Group Foundation	(1)	1	-	-	-
	Mark McQueen Foundation (Lancashire) Fund	8,288	-	(11,560)	3,272	-
	Mark McQueen Foundation (Combined) Fund	(1,996)	3,916	(20,576)	30,253	11,597
	Medicash	3,824	-	-	2,074	5,898
	Merseyside Community Investment Fund	25,791	1,860	(20,052)	12,550	20,149
	MJB Fund	40,038	-	(12,000)	24,878	52,916
	Momentum Foundation	2,583	-	-	203	2,786
	MVRP Sports, Arts and Culture Fund	-	360,000	(360,000)	-	-
	Nationwide Building Society Fund	1,400	(1,400)	-	-	-
	Nationwide Foundation Fund	39,168	145,631	(184,799)	-	-
	Older Peoples Fund Lancashire	80	-	-	(80)	-
	Olivia Rae Foundation Fund	2,446	(68)	-	850	3,228
	Peel Ports 500 Fund	20,954	-	(6,410)	1,174	15,718
	Pendle Music Bursary Fund	5,316	-	-	10,537	15,853
	Police Property Act Fund	30	48,499	(48,529)	-	-
	Preston New Road Community Benefit Fund	55,579	-	-	-	55,579
	Progress Housing Association Limited Fund	34,769	-	(9,000)	9,975	35,744
	Ray Messer Foundation Fund	1,000	-	(1,000)	-	-
	Red Rose Responding Fund	49,500	6,560	(46,293)	130	9,897
	Rimrose Valley Running Track	20,000	8,977	(28,977)	-	-
	Rossendale Community Fund	(657)	-	(3,474)	5,300	1,169
	Rossiter Foundation Fund	17,922	-	(17,900)	10,589	10,611
	Rumi & Rishi Fund	41,990	-	(10,000)	11,266	43,256
	Runcat Community Action	504	1	(505)	-	-
	RWE Innogy UK Ltd Hameldon Hill	24,148	10,745	(9,478)	-	25,415
	Sefton MBC Education & Learning Fund	17,697	-	(5,733)	7,152	19,116
	Sefton MBC Taylor Fund	446	-	-	463	909
	Shooting Stars Foundation	536	-	-	-	536
	Shop Direct Fund	11,491	-	(14,711)	3,220	-
	Surviving Winter Lancashire	1,267	-	-	(21)	1,246
	Surviving Winter Merseyside	287	-	-	(99)	188
	The BXB Foundation Fund	-	5,000	(3,500)	-	1,500
	The Lancashire Womens Fund	300	-	350	325	975
	The Manchester Womens Fund	3	-	-	(3)	-
	The Merseyside Womens Fund	-	38	-	-	38
	The Windle Utd Charity Fund	18,960	-	(13,250)	2,675	8,385
	Tilney Investment Management Fund	(7,019)	-	2,915	23,052	18,948
	VRP Arts & Culture Fund	231	(231)	-	-	-
	WO Street Lancashire Fund	45,674	-	(27,716)	38,213	56,171
	WO Street Merseyside Fund	8,205	-	-	5,207	13,412
	Youthbank	(3,400)	-	-	3,400	-
	#iwill Merseyside Fund	400	-	-	(400)	-
	Other Funds	59,949	(377)	-	(45,567)	14,005
		<u>1,672,870</u>	<u>2,958,250</u>	<u>(3,464,076)</u>	<u>580,221</u>	<u>1,747,265</u>

Fund balances represent grants receivable for the charity to distribute in accordance with the terms and conditions of the donor. Balances on the funds represent undistributed funds held in the bank accounts

All Funds available, together with the criteria, priorities, areas covered and application process are detailed on our website at www.lancsfoundation.org.uk and www.cfmerseyside.org.uk

Note 25 details the comparative movement on restricted funds .

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
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17 UNRESTRICTED FUNDS

	As at 1 April 2021	Movement in Resources			As at 31 March 2022
	£	Incoming £	Outgoing £	Transfers £	£
Unrestricted funds	640,895	483,936	(694,244)	332,262	762,849

18 ENDOWMENT FUNDS

	As at 1 April 2021	Movement in Resources			As at 31 March 2022
	£	Incoming £	Outgoing £	Gains and Transfers £	£
Permanent endowment	1,121,179	31,877	(43,714)	93,766	1,203,108
Expendable endowment	18,153,886	536,802	(908,526)	1,218,696	19,000,859
	19,275,065	568,679	(952,240)	1,312,463	20,203,967

	1 April 2021	Incoming	Outgoing	Transfers	31 March 2022
	£	£	£	£	£
Permanent endowment:					
Rossendale Community Fund	157,345	4,599	(8,733)	13,383	166,594
Sefton MBC Education & Learning Trust	167,890	4,907	(9,317)	14,282	177,761
4 Other Funds	201,553	4,626	(7,919)	13,503	211,764
The Charity of John Goore	594,391	17,745	(17,745)	52,598	646,989

Expendable endowment:

23 Foundation	1,284,843	28,268	(66,588)	67,032	1,313,556
Aldridge Foundation CF Endowment	59,987	1,754	(3,280)	5,105	63,565
Alfred Shaw Trust	496,489	14,514	(27,299)	42,245	525,949
BHP Billiton	317,503	6,985	(16,460)	16,565	324,593
Blue Sky Foundation Endowment Fund	1,679,738	37,268	(64,836)	87,249	1,739,419
CFLM Discretionary CF Endowment	106,873	3,125	(5,857)	9,094	113,235
CFLM General Endowment	22,949	505	(1,190)	1,197	23,462
Christal Foundation	1,001,417	22,036	(51,628)	52,241	1,024,066
John Goore Trust Endowment Reserve	18,994	-	-	-	18,994
Gorse Bank Trust CF Endowment	20,602	602	(1,127)	1,753	21,831
Halton Foundation - Halton Chamber of Commerce CF	31,570	923	(1,748)	2,686	33,431
Halton Foundation - Knights House	415,555	12,381	(12,381)	35,864	451,419
Halton Foundation Trust Transfer Fund	139,335	3,978	(3,978)	11,976	151,311
Halton Foundation Widnes Education Endowment Fund	21,503	641	(641)	1,856	23,359
High Sheriffs and Merseyside Police Trust	636,882	14,981	(33,408)	37,637	656,092
Hill Dickinson Foundation	474,154	49,603	(24,005)	34,217	533,969
Huntley & Palmers Expendable Endowment Fund	66,285	1,457	(3,554)	3,460.00	67,648
Investec Wealth & Investment Endowment	49,031	1,079	(2,542)	2,558	50,126
John Goore Trust	339,803	7,476	(17,616)	17,728	347,390
Joseph Harley Endowment	67,399	1,483	(3,494)	3,516	68,904
Knowsley Foundation Fred Curran Endowment Fund	58,925	1,756	(1,756)	5,085	64,010
Knowsley Foundation General Endowment Fund	36,451	1,086	(1,086)	3,146	39,597
Lancashire Community Investment CF Endowment Fund	7,871	230	(430)	670	8,341
Lancashire Community Investment Endowment	5,365	118	(278)	280	5,485
Lancashire General Endowment	186,470	4,102	(9,667)	9,729	190,634
Lancaster Community Endowment Fund	40,410	889	(2,095)	2,108	41,312
Lancaster Foundation	1,076,809	31,484	(58,880)	91,635	1,141,048
Leahy Foundation	1,162,006	30,414	(62,257)	82,688	1,212,851
Liverpool ONE Foundation	2,647,616	119,010	(141,023)	229,832	2,855,435
Mark McQueen Foundation Lancashire	189,432	3,264	(9,655)	(183,041)	-
Mark McQueen Foundation Combined	493,298	11,757	(25,740)	218,660	697,975
Medicash CF Endowment	1,441	42	(78)	122	1,527
Medicash Endowment Fund	59,928	1,318	(3,107)	3,127	61,266
Merseyside Community Investment	330,508	7,787	(17,285)	19,590	340,600
MJB Fund	822,307	19,315	(43,044)	48,467	847,045
Momentum Foundation Endowment Fund	6,310	139	(312)	329	6,466
Olivia Rae CF Endowment	31,866	940	(1,359)	2,730	34,177
Other Endowment Funds	12,167	-	-	950	13,117
Peel Ports 500 Endowment	34,755	765	(1,802)	1,814	35,531
Pendle Young Musicians Bursary	292,979	8,565	(16,096)	24,929	310,377
Progress Housing	295,473	6,501	(15,318)	15,415	302,070
Rumi and Rishi Fund	315,718	9,231	(17,264)	26,867	334,553
The Rossiter Family Fund	313,657	6,901	(16,261)	16,364	320,661
Sefton MBC Arthur Taylor Fund Endowment	6,816	150	(353)	356	6,969
Sefton MBC Educational Trust Fund Endowment	37,516	825	(1,945)	1,957	38,353
Shop Direct CF Endowment	105,550	3,086	(5,786)	8,982	111,832
The Cells Charitable Trust	120,580	3,593	(3,593)	10,407	130,987
The Windle United Fund	196,011	5,840	(5,840)	16,916	212,927
Tilney Investment Management	592,803	17,332	(32,439)	50,446	628,141
WO Street Lancashire	1,181,828	26,035	(58,865)	61,617	1,210,615
WO Street Merseyside	240,108	5,271	(13,280)	12,543	244,641
	19,275,065	568,679	(952,240)	1,312,463	20,203,967

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
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19 ANALYSIS OF NET ASSETS BETWEEN FUNDS	Fixed assets £	Investments £	Net Current Assets £	Total £
Endowment Funds	-	20,149,544	54,423	20,203,967
Restricted Funds	-	-	1,747,265	1,747,265
Unrestricted Funds	5,813	652,384	104,651	762,848
	<u>5,813</u>	<u>20,801,928</u>	<u>1,906,339</u>	<u>22,714,080</u>

20 TRUSTEES' EXPENSES

No trustees have received remuneration. Travel expenses were paid to the following Trustees:

Arthur Roberts £306 (2021 - £35)

21 RELATED PARTY TRANSACTIONS

Ms D Howitt, a trustee, is Place Strategy Director at Liverpool One who have provided in-kind office premises to the foundation since January 2011, included in these accounts at a £70,000 value during the year. Liverpool ONE also donated funds to contribute to rates payable to Liverpool City Council, included in these accounts of £6,724, £11,142 towards electricity costs and £2,632 towards telephone costs.

Liverpool ONE hold endowment and restricted funds with the foundation. The Liverpool ONE endowment fund was valued at £2,855,435 as at 31 March 2022. The fund generated £120,389 during the year, of which £40,273 was donated towards the costs of CFLM, with the balance transferred for distribution through their restricted fund. CFLM received additional donations to the Liverpool ONE fund totalling £100,000 from the Westminster Foundation and £200,000 from Grosvenor (with £50,000 of that amount being transferred to the Liverpool ONE foundation endowment). The fund awarded £296,072 throughout 2021/22.

22 CONTINGENT LIABILITIES

The restricted fund balances carried forward at 31 March 2022 represent funds available due to the timing of the receipt of grant funds and their distribution. The conditions attaching to the funding streams are such that the balances represent income for the year as defined in the Charities SORP.

23 POST BALANCE SHEET EVENTS

There are no post balance sheet events.

24 MEMBERS' LIABILITY

The charity is a private company limited by guarantee and consequently does not have share capital. The members are liable to contribute a maximum of £1 each towards the assets of the charity in the event of the company being wound up.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

25 COMPARATIVE RESTRICTED FUNDS

	As at 1 April 2020 £	Movement in Resources		Transfers £	As at 31 March 2021 £
		Incoming £	Outgoing £		
23 Foundation	159,327	32,212	(112,271)	26,724	105,992
ACC Liverpool Foundation Fund	7,271	-	(4,850)	-	2,421
Aldridge Foundation	3,441	-	708	795	4,944
Alfred Shaw Trust Fund	23,137	-	(600)	5,376	27,913
Ann and Ray Messer Foundation	89,311	880	(17,220)	2,697	75,668
B&M	(586)	-	-	-	(586)
Bernie Fleming Aintree Lung Cancer Foundation	6,581	-	-	-	6,581
BHP Billiton Fund	6	-	-	10,479	10,485
Be Inspired Business Awards Foundation	1,919	16,085	(2,000)	-	16,004
Big Local Trust Beechwood	85,560	-	(81,006)	-	4,554
Big Local Trust Northwood	9,368	134,877	(144,124)	-	121
Blue Sky Foundation Fund	231,005	-	(61,642)	(162,604)	6,759
Blurred Line Foundation Fund	(1,809)	-	-	1,809	-
Bridgebuilder Foundation	1,608	-	-	-	1,608
BSBT Fund	3,388	48,115	(48,115)	(10)	3,378
Cells Charitable Trust Fund	-	16,618	(250)	-	16,368
CFLM Discretionary Fund	3,036	-	(212)	1,486	4,310
Christal Foundation Revenue Fund	(7,517)	-	(24,884)	50,333	17,932
Christine Ann Foundation	-	6,217	(500)	339	6,056
Comic Relief Fund	1,001	-	-	(1,001)	-
Daneway Foundation Capital Fund	17,600	-	(20,000)	2,400	-
Daneway Foundation Fund	23,231	44,000	-	(23,231)	44,000
Dulverton Trust Fund	6,003	195,750	(148,803)	(50,800)	2,150
FPC Foundation Fund	11,875	19,959	(16,131)	(5,000)	10,703
GB Partnerships fund	-	4,660	(4,660)	-	-
GM Mayors Homeless Fund	6,608	1,910	54	-	8,572
Gorse Bank Trust	3,189	-	-	243	3,432
Grassroots	(1,130)	-	-	1,130	-
Halton Foundation Halton Chamber of Commerce	4,897	-	-	1,185	6,082
Halton Foundation - Knights House	2,660	-	(3,507)	38,394	37,547
Halton Foundation Fund	-	5,536	-	5,971	11,507
Halton Foundation Widnes Education Fund	534	-	-	3,269	3,803
High Sheriff & Merseyside Police Fund	7,096	11,101	(23,944)	18,658	12,911
Hill Dickinson Fund	31,633	29,336	(40,994)	(14,588)	5,387
Home Street Home Fund	9,200	-	(9,200)	-	-
Huntley & Palmers Fund	-	45,000	(165)	-	44,835
Investec Wealth & Investment Fund	1,456	-	(3,000)	1,618	74
Japanese Tsunami Fund	1,101	-	-	-	1,101
Jim Hosker Memorial Fund	(709)	-	-	709	-
John Goore Book tokens Fund	(1,700)	-	(300)	2,550	550
John Goore Trust Fund	(798)	57	(13,724)	23,629	9,164
John Laing Charitable Trust Fund	11,016	20,000	(21,017)	-	9,999
Joseph Harley Fund	12,563	-	-	2,224	14,787
Knowsley Foundation Fred Curran Revenue Fund	-	-	(1,000)	(293)	(1,293)
Knowsley Foundation Fund	-	-	-	1,675	1,675
Knowsley Foundation Social Enterprise Sector Developme	(4,290)	-	-	5,184	894
Knowsley Huyton with Roby War Distress Flow Through Fu	2,150	-	(2,000)	850	1,000
Lancashire Community Investment Fund	771	-	(261)	8,886	9,396
Lancashire Covid 19 Fund	46,000	1,961,461	(1,974,806)	21,192	53,847
Lancashire Flood Recovery Fund	45,519	307	1,000	-	46,826
Lancaster Community Fund	10,785	-	(8,638)	(313)	1,834
Lancaster Foundation Fund	6,122	-	(29,516)	10,427	(12,967)
LCR Cares Fund Merseyside	46,108	2,021,576	(2,123,284)	75,439	19,839
Leahy Foundation Fund	35,343	-	(75,000)	18,490	(21,167)
Liverpool Community Safety Partnership	-	204,892	(204,892)	-	-
Liverpool ONE Co-Ordinator Costs	-	-	(17,106)	34,713	17,607
Liverpool ONE Foundation Fund	302,432	88,000	(97,436)	(24,571)	268,425
Liverpool Tennis Foundation Fund	752	-	-	-	752
Balance carried forward	1,254,064	4,908,548	(5,335,296)	96,463	923,779

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

	As at 1 April 2020 £	Movement in Resources			As at 31 March 2021 £
		Incoming £	Outgoing £	£	
Balance brought forward	1,254,064	4,908,548	(5,335,296)	96,463	923,779
Made by Sport "Clubs in Crisis" Fund Lancashire	-	105,271	-	-	105,271
Made by Sport "Clubs in Crisis" Fund Merseyside	-	96,117	-	-	96,117
Mando Group Foundation	(1)	-	-	-	(1)
Mark McQueen Foundation (Lancashire) Fund	2,037	-	-	6,251	8,288
Mark McQueen Foundation (Merseyside) Fund	(398)	2,476	(20,353)	16,279	(1,996)
Medicash	1,854	-	(60)	2,030	3,824
Merseyside Community Investment Fund	14,076	2,220	-	9,495	25,791
MJB Fund	34,470	-	(16,500)	22,068	40,038
Momentum Foundation	6,500	-	(1,100)	(2,817)	2,583
Nationwide Building Society Fund	11,400	(10,000)	-	-	1,400
Nationwide Foundation Fund	248,063	-	(208,895)	-	39,168
Older Peoples Fund Lancashire	80	-	-	-	80
Olivia Rae Foundation Fund	9,226	565	(1,400)	(5,945)	2,446
PCC-Covid 19 Domestic Abuse Services Fund	-	218,886	(218,886)	-	-
PCC Covid 19 Sexual Violence Fund	-	113,108	(113,108)	-	-
Peel Ports 500 Fund	19,807	-	-	1,147	20,954
Pendle Music Bursary Fund	10,956	-	(9,432)	3,792	5,316
Police Property Act Fund	30	47,502	(47,502)	-	30
Preston New Road Community Benefit Fund	105,575	-	(49,996)	-	55,579
Progress Housing Association Limited Fund	25,018	-	-	9,751	34,769
Ray Messer Foundation Fund	25,222	(100)	(6,950)	(17,172)	1,000
Red Rose Responding Fund	-	49,500	-	-	49,500
Rimrose Valley Running Track	-	10,000	-	10,000	20,000
Rossendale Community Fund	(1,291)	-	(8,734)	9,368	(657)
Rossiter Foundation Fund	7,571	-	-	10,351	17,922
Rumi & Rishi Fund	37,428	-	-	4,562	41,990
Runcat Community Action	504	-	-	-	504
RWE Innogy UK Ltd Hameldon Hill	15,185	9,964	(1,000)	-	24,149
Sefton MBC Education & Learning Fund	13,678	-	(4,854)	8,873	17,697
Sefton MBC Taylor Fund	221	-	-	225	446
Shooting Stars Foundation	536	-	-	-	536
Shop Direct Fund	10,120	-	-	1,371	11,491
Surviving Winter Lancashire	1,267	-	-	-	1,267
Surviving Winter Merseyside	287	-	-	-	287
The Lancashire Womens Fund	18,526	-	(18,500)	274	300
The Manchester Womens Fund	3	-	-	-	3
The Merseyside Womens Fund	(2,999)	-	-	2,999	-
The Windle Utd Charity Fund	15,976	-	-	2,984	18,960
Tilney Investment Management Fund	2,856	-	(16,529)	6,654	(7,019)
VRP Arts & Culture Fund	-	82,934	(82,702)	-	232
WO Street Lancashire Fund	8,323	-	-	37,351	45,674
WO Street Merseyside Fund	5,273	-	(4,992)	7,924	8,205
Youthbank	(1,917)	-	-	(1,483)	(3,400)
#iwill Lancashire Fund	(4,609)	-	(391)	5,000	-
#iwill Merseyside Fund	(6,100)	5,000	(10,500)	12,000	400
Other Funds	26,017	-	-	33,931	59,948
	<u>1,914,834</u>	<u>5,641,991</u>	<u>(6,177,680)</u>	<u>293,725</u>	<u>1,672,870</u>

COMPARATIVE ENDOWMENT FUNDS

	As at 1 April 2020 £	Movement in Resources			As at 31 March 2021 £
		Incoming £	Outgoing £	Gains and Transfers £	
Permanent Endowment	882,142	82,055	(32,209)	189,190	1,121,179
Expendable Endowment	<u>14,409,027</u>	<u>1,092,503</u>	<u>(725,830)</u>	<u>3,378,187</u>	<u>18,153,886</u>
	<u>15,291,169</u>	<u>1,174,558</u>	<u>(758,039)</u>	<u>3,567,377</u>	<u>19,275,065</u>

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

COMPARATIVE ENDOWMENT FUNDS (contd)

Included in the above figures are the following significant (over £100,000) funds:

	As at 1 April 2020	Incoming	Outgoing	Gains and Transfers	As at 31 March 2021
	£	£	£	£	£
Permanent endowment:					
Rossendale Community Fund	127,808	4,596	(4,596)	29,537	157,345
Sefton MBC Education & Learning Trust	140,745	4,904	(4,904)	27,145	167,890
4 Other Funds	121,196	55,159	(5,313)	30,511	201,553
The Charity of John Goore	492,393	17,396	(17,396)	101,998	594,391
					-
Expendable endowment:					
23 Foundation	1,070,601	24,745	(64,258)	253,755	1,284,843
Aldridge Foundation CF Endowment	49,714	1,752	(1,752)	10,273	59,987
Alfred Shaw Trust	411,391	14,502	(14,502)	85,098	496,489
BHP Billiton	264,742	6,118	(16,062)	62,705	317,503
Blue Sky Foundation Endowment Fund	870,803	424,533	(57,811)	442,213	1,679,738
CFLM Discretionary CF Endowment	88,570	3,122	(3,122)	18,303	106,873
CFLM General Endowment	19,259	442	(1,161)	4,409	22,949
Christal Foundation	886,824	20,262	(51,243)	145,574	1,001,417
Other Endowment Funds	18,994	-	-	-	18,994
Gorse Bank Trust CF Endowment	17,074	602	(602)	3,528	20,602
Halton Foundation - Halton Chamber of Commerce CF I	26,163	922	(922)	5,407	31,570
Halton Foundation - Knights House	354,928	12,138	(12,138)	60,627	415,555
Halton Foundation Trust Transfer Fund	96,112	26,749	(3,387)	19,861	139,335
Halton Foundation Widnes Education Endowment Fund	17,820	628	(628)	3,683	21,503
High Sheriffs and Merseyside Police Trust	530,392	13,603	(29,356)	122,243	636,882
Hill Dickinson Foundation	333,249	77,233	(13,314)	76,986	474,154
Huntley & Palmers Expendable Endowment Fund	-	66,285	-	-	66,285
Investec Wealth & Investment Endowment	41,148	945	(2,480)	9,418	49,031
John Goore Trust	309,806	6,547	(17,190)	40,640	339,803
Joseph Harley Endowment	56,563	1,299	(3,409)	12,946	67,399
Knowsley Foundation Fred Curran Endowment Fund	48,834	1,721	(1,721)	10,091	58,925
Knowsley Foundation General Endowment Fund	30,208	1,065	(1,065)	6,243	36,451
Lancashire Community Investment CF Endowment Fund	6,523	230	(230)	1,348	7,871
Lancashire Community Investment Endowment	4,502	104	(271)	1,030	5,365
Lancashire General Endowment	155,702	3,594	(9,434)	36,608	186,470
Lancaster Community Endowment Fund	33,913	779	(2,044)	7,762	40,410
Lancaster Foundation	890,655	31,451	(31,451)	186,154	1,076,809
Leahy Foundation	979,369	29,053	(44,455)	198,039	1,162,006
Liverpool ONE Foundation	2,141,594	63,711	(101,681)	543,992	2,647,616
Mark McQueen Foundation Lancashire	157,953	3,650	(9,583)	37,412	189,432
Mark McQueen Foundation Merseyside	411,325	9,505	(24,956)	97,424	493,298
Medicash CF Endowment	1,254	42	(42)	186	1,441
Medicash Endowment Fund	50,294	1,155	(3,032)	11,511	59,928
Merseyside Community Investment	275,264	7,076	(15,198)	63,366	330,508
MJB Fund	684,933	17,525	(37,988)	157,837	822,307
Momentum Foundation Endowment Fund	5,269	121	(286)	1,206	6,310
Olivia Rae CF Endowment	26,409	931	(931)	5,457	31,866
Other Endowment Funds	57,915	(37,236)	-	(8,512)	12,167
Peel Ports 500 Endowment	29,169	669	(1,759)	6,676	34,755
Pendle Young Musicians Bursary	242,779	8,557	(8,557)	50,200	292,979
Progress Housing	246,376	5,694	(14,948)	58,351	295,473
Rumi and Rishi Fund	261,729	9,222	(9,222)	53,989	315,718
The Rossiter Family Fund	261,534	6,044	(15,868)	61,947	313,657
Sefton MBC Arthur Taylor Fund Endowment	5,721	131	(346)	1,310	6,816
Sefton MBC Educational Trust Fund Endowment	31,485	723	(1,898)	7,206	37,516
Shop Direct CF Endowment	87,474	3,083	(3,083)	18,076	105,550
The Cells Charitable Trust	-	122,000	-	(1,420)	120,580
The Windle United Fund	181,649	5,725	(5,725)	14,362	196,011
Tilney Investment Management	491,400	17,315	(17,315)	101,403	592,803
WO Street Lancashire	943,444	71,810	(57,259)	223,833	1,181,828
WO Street Merseyside	200,196	4,627	(12,146)	47,431	240,108
	15,291,169	1,174,558	(758,039)	3,567,377	19,275,065

COMPARATIVE UNRESTRICTED FUNDS

	As at 1 April 2020	Incoming	Outgoing	Transfers	As at 31 March 2021
	£	£	£	£	£
Unrestricted	363,264	692,119	(669,929)	255,441	640,895

Accounts

**COMMUNITY FOUNDATIONS FOR
LANCASHIRE AND MERSEYSIDE**

**FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2021**

Company Number : 03422207

Charity Number : 1068887

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE FOR THE YEAR ENDED 31 MARCH 2021

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COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
FOR THE YEAR ENDED 31 MARCH 2021

Registered office:	Community Foundations for Lancashire and Merseyside Third Floor Stanley Building 43 Hanover Street Liverpool L1 3DN
Bankers:	Santander Bridle Road Bootle L30 4GB
Solicitors:	Brabners LLP Horton House Exchange Flags Liverpool L2 3YL
Investment Managers:	Investec Wealth & Investment Ltd The Plaza Old Hall Street Liverpool L3 9AB CCLA Investment Management Ltd 80 Cheapside London EC2V 6DZ
Auditors:	Beever and Struthers Chartered Accountants The Beehive Lions Drive Shadsworth Business Park Blackburn BB1 2QS

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEES' REPORT

The Trustees (who are also directors for the purposes of company law) present their Report and the Financial Statements for the year ended 31 March 2021 for the Community Foundations for Lancashire and Merseyside hereafter referred to as CFLM.

REFERENCE AND ADMINISTRATIVE DETAILS

The charity, CFLM, is constituted as a company limited by guarantee and not having any share capital. The company is registered in England and Wales, number 03422207, and its principal governing document is the company Memorandum and Articles of Association (as amended by special resolution on 4 December 2013 and formerly merged on 1 April 2014). The charity is also registered with the Charity Commission, number 1068887.

Trustees and Senior Staff

The persons who have acted as Trustees during the year were:

A Roberts, Chairman

A Myers, Vice Chair

C Wardale, Treasurer

D Mendoros

C Bliss

A Meachin

D Wareing

C Hall

S Connolly (resigned 5 November 2020)

N Zaman (appointed 5 November 2020)

D Howitt (appointed 5 November 2020)

The senior management team (SMT) during the year were:

R Brooke, Chief Executive Officer

K Morris, Development Director

T Singleton, Finance Director (Interim) (until May 2021)

J Knight, Finance Director (From March 2021)

Summary of our Purpose & Aims

The Community Foundations for Lancashire & Merseyside operate as one independent registered charity and are part of a UK and international movement of community foundations that distribute community funding, including via grant-making, facilitating and administering community philanthropy, and contributing to achieving positive social change as local community leaders.

- Our Vision is to enrich the lives of people in and around Lancashire and Merseyside and through them create united, thriving and prosperous communities.
- Our Mission is to invest funding strategically under charity law that meets the needs of local communities, placing us as the charity of choice for philanthropists and funding partners, and the primary funder for the areas' social sector
- Our Strategy is to understand the needs of local communities and those who care about those communities (Philanthropists, HNWLs, families, trusts, public / private / third sector organisations) to create partnerships to ensure that the needs of both are met, growing stronger communities together. We bring together individuals, families, foundations, and businesses to build better communities and make a difference.
- Our Theory of Change is: "We help individuals and organisations give to causes that matter to them, where there is most need and where it will have greatest impact. Enriching local people's lives and supporting the creation of united, prosperous and thriving communities."

Our Values are: Pride, Transparency, Working Together and Community Leadership.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEES' REPORT

Our 2020/21 Annual Review

Introduction

Community Foundation funding distribution has taken place in Merseyside since 1999 and in Lancashire since 2007, investing in total over £61.9 million in over 14,400 grants to voluntary and community groups during that time across Lancashire and Merseyside to support communities to be prosperous and thriving

Overview of 2020/2021

Our grant-making in 2020/21 was dominated by our response to the Covid-19 pandemic and huge need to support community and voluntary organisations delivering on the front line. In awarding grants from 45 different funds and foundations during the year we distributed over £5.4 million. This included 1,167 grants to community groups and individuals across Lancashire and Merseyside, as well as 16 grants to groups outside of our regions. Our joint endowment fund stood at £18.8 million by March 2021, having begun endowment building in 2007 with around £130,000.

This includes the funds of the John Goore Charity which CFLM administrate and audit as a corporate trustee. This endowment investment is a significant contributor to our sustainability as well as ensuring community legacy in Lancashire and Merseyside for future generations.

Other Significant Events in 2020/2021

Delivery of significant Covid-19 emergency funding

Working in Collaboration

As expected, the entire year has been dominated by the significant delivery of Covid-19 emergency funding. The relationship with National Emergencies Trust (NET), UKCF and the CF network has ensured a quick and agile response to an unprecedented emergency situation.

The team has worked tirelessly to deliver an exceptional workload, more than double our previous maximum distribution levels (over £5m). New relationships have been forged and developed in Lancashire and Merseyside, including with the Metro Mayor for the Liverpool City Region, Lancashire County Council and the Lancashire resilience forums.

We have directed our donors to join in a co-ordinated response to Covid-19 with the vast majority of our donors contributing to the Covid response funds we have co - created with key public sector partners and managed on their behalf.

Consultancy advice and community insight

We provided consultancy advice to the Lord Lieutenant of Lancashire and the Deputy Lieutenants of Lancashire ensuring they delivered a fair and structured approach in the distribution of Duchy of Lancaster funding which was allocated in response to the pandemic. The recommendations were very well received and acted upon reinforcing our insight to community need and where funds should be directed for maximum impact.

At the request of The Bank of England (BOE), CFLM hosted a roundtable discussion with the Deputy Governor of Financial Stability. CFLM invited a number of community organisations to communicate the impact of COVID-19. Key themes were digital exclusion, reduction in sponsorship and support from local businesses and an inability to fundraise. Again our role as a key community infrastructure organisation was acknowledged by senior leadership in the BOE.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEES' REPORT

Support and recognition for the value we deliver

We were delighted to be successful in our first ever application to the National Lottery Community Fund to cover the cost of business development for six months of the pandemic (£40k) which ensured no member of the team was furloughed at a time when the community needed our resources more than ever.

Profile and PR

CFLM collaborated with BBC Radio Lancashire and BBC Radio Merseyside to be a part of their 'Make a Difference' initiative. This featured airtime with our CEO, Rae Brooke, our Development Director, Karen Morris and our Business Development Manager, Owen Phillips and a number of groups supported by CFLM during the pandemic. This raised the profile of the role we play, groups we support and key issues faced by those in need of support.

Increased social media and PR also led to partnership discussions with Lancashire and South Cumbria NHS Foundation, Preston Council and a variety of public sector organisations.

Our impact

CFLM created mid pandemic positioning statements and final reports to highlight the timely response through its emergency funds and the impact it has had.

Feedback from the community has applauded CFLM's efforts and rapid response, with funding available within days of the national lockdown and applications turned around in 7 days. This exceptional feedback has given the team a real boost in what has been a very difficult year and our positive financial position, as a result of unprecedented distribution, has given the team a sense of job security.

Additional Points to note during the year

In addition to emergency distribution we have continued to deliver for our existing Donors in the distribution of their established funds' charitable objects.

We also secured additional funding programmes from Barclays, Police and Crime Commissioner, Liverpool City Council as well as a trust transfer completion from Huntley Palmer and a further significant donation into the Blue Sky Foundation including an additional amount into endowment.

The exceptional performance of the team has been noted by the SMT and the Board, but arguably more importantly by the community we exist to serve.

Our Partnerships as a Catalyst for Change

We administered 45 funds and foundations in 2020/21, working in collaboration with philanthropists, families, trusts and companies who are committed to improving local lives. This work included administering 10 funds in Lancashire, 32 funds in Merseyside, 2 that covered both Lancashire and Merseyside and 1 in the rest of the UK.

As an enabler for positive change, we strive to support those who choose to work with us to be effective in their giving and to have the greatest impact. We thank all our partners who work with us collaboratively each year for and with communities.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEES' REPORT

Working with Philanthropists and their Families

We continue to work with many business leaders with connections in the North West, facilitating their local giving for communities, including Sir Michael Bibby and Sir Terry Leahy. We also work closely with a number of families such as the McQueen family for The Mark McQueen Foundation, the Barnett family for the Olivia Rae Foundation, and the Lancaster family for the Lancaster Foundation.

Working with Trusts & Foundations

Trusts and Foundations who work with us include the 23 Foundation, the Fort Foundation, John Goore Charity, Lancaster Foundation, WO Street Foundation and the Westminster Foundation.

Working with Companies

Liverpool ONE Foundation remains the biggest corporate foundation held with CFLM. At 31 March 2021 the value of this fund was £2,647,616.

CFLM continued their annual work with North & Western Lancashire Chamber of Commerce on the Be Inspired Business Awards Foundation, linked to the Be Inspired Business Awards to recognise good corporate citizenship in the county and support local community work and enterprise.

We thank all the companies that choose to work in collaboration with us to support the communities in which they employ and do business, including Hill Dickinson, Investec, Liverpool ONE, Medicash, TilneyBestInvest and Shop Direct.

Unlocking Dormant and Inactive Trusts

Our work in this area continues with the backing of the Charity Commission as a pre-approved administration option for trusts and foundations that are inactive, ineffective or dormant.

Working with New Donors and Fund Holders

The Charity Commission's endorsement of community foundations as an alternative to registering a charity provides a welcomed endorsement of our work locally and as a UK network of 46 community foundations.

The Charity Commission states that "this saves the time and effort of setting up and running a charity then closing it once the original need has been met. Depending on the charity, you can say where you want the money to go."

Our approach to income generation and fund development to bring on board new fund holders involves working with existing and new donors within Lancashire and Merseyside who are committed to our local communities. Via research, project visits, meetings, events and community funding distribution we have built valuable relationships.

We secure public sector funding programmes via tender or pitch processes, in line with their requirements and policies for the distribution of public funds. We secure contracts to be regional or local agents of funding programmes via our umbrella body, UK Community Foundations as Quality Accredited Community Foundations.

We thank all those people and organisations who have committed to donating and working with us, especially in building endowment funds with us, for current and future generations of communities.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEES' REPORT

Our Investment in Communities

We supported vulnerable individuals, households in need, community groups, residents' associations, charities and social enterprises to improve the lives of local people across 11 social themes. The 67% success rate for applications in 2020/21 was higher than previous years and demonstrates primarily a need to support emergency provision in the year due to the coronavirus pandemic and the increased demand for community project and organisational funding.

A breakdown of our overall funding approved for distribution to communities is outlined below.

Total Funding Lancashire and Merseyside and Other: £5.4m

67% of applications were approved and of the successful awards:

- 503 grants were distributed in Lancashire
- 664 grants were distributed in Merseyside
- 16 grants were distributed across the rest of the UK

Average Award Size

Average Award Size: £4,614
Lancashire: £4,364
Merseyside: £4,869
Other: £1,874

Funding For Lancashire

Funding was distributed in Lancashire in 2020/21 via 503 awards distributed to community groups and social enterprises by the Community Foundation for Lancashire. Our average award size was £4,364, which is a decrease on 2019/20 average grant size of £5,206.

Funding For Merseyside

Funding for Merseyside in 2020/21 was distributed to communities via 664 awards distributed to community groups and social enterprises by the Community Foundation for Merseyside. Our average award size was £4,869 which was an increase on 2019/20 average grant size of £4,028.

Funding Across the Region

We distributed 16 awards in 2020/21 outside of our typical Lancashire and Merseyside area. This was especially due to our work with a number of fund holders who wished to support work across the country in addition to their grant-making in Lancashire and/or Merseyside.

Our Community Leadership

We are committed to our strategic view to understand the needs of local communities and donors and, by creating partnerships and involving donors, ensure that these needs are met via a social change agenda.

Our community knowledge is increasing in its importance and further informs many aspects of our work. Our annual Vital Signs giving guides have moved from a pilot in 2013 – 2014 to a bi-annual publication, highlighting community concerns and priorities to guide giving and our grant-making in Lancashire and Merseyside.

Vital Signs remains Lancashire's and Merseyside's first giving guide for charitably-minded people and businesses as well as philanthropists and charitable trusts of all kinds who have a common passion for communities. Our Vital Signs guides are a combination of national and local data, social intelligence and the results of community consultations to provide a voice for local communities on their concerns and aspirations to guide giving.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEES' REPORT

Our Governance

The merger of Community Foundation for Lancashire and Community Foundation for Merseyside in April 2014 was a significant milestone. This merger continues to reap the benefits of efficiencies.

Our Board since the merger is clearly defined in the following ways:

- A third representing Lancashire;
- A third representing Merseyside;
- A third made up of specialists, such as legal, HR, finance and grant-making.

Via this approach written into our governing document we are able to maximise our reach, representation, expertise and influence across Lancashire and Merseyside.

Our Board adopts a business approach in a charitable context to ensure CFLM is on a sustainable pathway and is fit-for-purpose in an ever-changing economic and policy landscape.

Our Financial Management & Growth

CFLM operated for the ninth year with majority private funds, compared to majority public funds in 2011/12. The surplus for the year ended 31 March 2021 ensured we exceeded our three year target of break-even results at least every three years. From our current £18.8 million endowment funds held, our ambition is to reach £20 million by 2022 and £37 million by 2030 for full sustainability. Our endowment funds have recovered well during this year despite the ongoing impacts of the Covid-19 pandemic being felt; the markets, and our endowment fund value has continued to make further recovery since April 2021. We plan for the excess reserves to be invested primarily in our growth and for organisational improvements as finances allow.

During 2020/21 investment performance outstripped the FTSE ALL Share against which we benchmark performance.

Our Organisational Development

CFLM operates in an ever changing economic and political landscape. Due to this we work proactively to be fit for purpose and relevant to our communities in Lancashire and Merseyside. CFLM has made the successful transition from majority public funding to majority private funding to operate in a new environment and enhance our work.

Our organisational structure consists of 15 staff (approx. 13 full-time equivalents), working across the functions of Programmes (8), Finance (3), Business Development and Leadership (4)

The commitment and passion of our staff team is hugely valued as we deliver our growth, community leadership and legacy agenda.

The Senior Management Team comprises of the Chief Executive, Development Director and Finance Director. Remuneration levels are set according to salary bands which have been benchmarked by reference to other community foundations within the UK Community Foundation network. Annual performance objectives are set by reference to key performance indicators agreed by the Board.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEES' REPORT

Key Partnerships

The Community Foundations have 'non-donor' relationships with many key players. Examples include local borough and district authorities, central Government and local business groups, including Knowsley Chamber of Commerce, North & Western Lancashire Chamber of Commerce and the Liverpool City Region Local Enterprise Partnership and Financial Planning Corporation (Southport). Also included are our professional advisors Brabners, CCLA, Investec, Parker Kelly and Beever & Struthers who have all been appointed due to their expertise, commitment to philanthropy or corporate social responsibility and being based in the region.

Nationally we work with and are supported by our membership organisation, UK Community Foundations and exchange best practice with colleagues in the network.

Our Patron, President and Volunteers

The Board particularly wish to note their appreciation for the support of the Community Foundation for Merseyside's Patron, Cherie Blair and our Presidents, Lord Shuttleworth, the Lord Lieutenant of Lancashire and Mark Blundell, the Lord Lieutenant of Merseyside, for their continued commitment to the work of the charity.

We are grateful for the contribution made by volunteers who are champions and ambassadors for our work, including panel members who recommend our community funding distribution. All of our panel volunteers are inducted and trained, and generally contribute up to four or five days a year to the organisation to help us to distribute funding effectively to communities. Their contribution of knowledge and expertise is hugely valued in the success of our community investment and in terms of ensuring local knowledge and accountability.

Our Donations In-Kind

The Community Foundation has been afforded use of an office by Liverpool ONE and the Westminster Fund at 3rd Floor Stanley Building, 43 Hanover Street, Liverpool on an in-kind basis as our main office for which we are grateful.

Planning for 2021/22 onwards

Our aims for 2020/21 include the following KPIs: achieve a return on investments on a 5% return basis, growing our endowment fund by at least £1m a year and ambitiously £2 million a year, improving our use of our digital and database tools and diversifying our community funding options to meet social needs.

Our Strategic Objectives in 2020/21 – 2021/22 will be:

1. We will be informed by our community knowledge;
2. We will enable social change in our communities as their local community foundation;
3. We will grow philanthropy and charitable giving for Lancashire and Merseyside communities;
4. We will continue to operate on a sustainable pathway;
5. We will continue to be a professional, credible and valued charitable entity;
6. We will work together with others for our communities and our network.

We will monitor our progress quarterly during 2021/22 against an annual plan and KPIs and our three year strategic aims in a new economic and political environment, being informed and driven by our community knowledge.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEES' REPORT

Overview of our Governance & Operations

The Objects of our Charity

The objects of our charity, as set out in the CFLM Memorandum and Articles of Association, are the promotion of any charitable purposes for the benefit of the community in the United Kingdom but primarily within the following areas:

- The five Metropolitan Boroughs presently constituting the area of the County of Merseyside namely the City of Liverpool and the Metropolitan Boroughs of Wirral, Sefton, Knowsley and St Helens together with the area of Halton Borough Council;
- The County of Lancashire and the Boroughs of Blackburn with Darwen and Blackpool.

Significant Activities

The main area of our charitable activity is the awarding of charitable funding within the local community. This is achieved by raising donations from private, public and charitable sources and redistributing them (or the income they generate in the case of invested or endowed funds) as constructive grants to the local community, according to the donors' wishes. The charity has relatively little unrestricted income that it can use for grant-making.

The Board

The Board delegates responsibility for the day-to-day operational management of the organization to the Chief Executive.

CFLM is run by a Board of Trustees which is responsible for setting the strategic direction of the organisation, for establishing policy and for maintaining proper governance. It meets quarterly and comprises representatives of and/or experts in the private, public and voluntary sectors. Average trustee attendance is 85%-90% with absences typically due to holiday/sickness. All trustees have job descriptions and person specifications. Our Chair Arthur Roberts was appointed as joint Chair in October 2013 in preparation for the merger in April 2014.

The Board delegates responsibility to sub-committees, if required due to the Community Foundations' need.

Trustee Recruitment, Appointment and Development

The trustees are normally appointed by the members of the company and up to one-third of the trustees will normally retire each year and be eligible for re-election at the Annual General Meeting. Trustees can serve two terms of three years with re-election for each term and a third three year term if there is a case for the organisation's business plans. No places on the board are reserved for specific individuals or representatives of particular organisations; detailed procedures are in place for the nomination and appointment of trustees.

Annually the Board assesses the expertise and skills within the Board membership and proactively recruits new trustees with specific experience to ensure a full complement of expertise and skills in order to govern the charity and deliver our charitable objectives for public benefit. All new trustees are given an induction session by the Chairman and Chief Executive to explain the operation of the charity. Regular training and tailored updates for trustees take place to update them and to ensure they are fully engaged with the work of the Community Foundations.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEES' REPORT

Our Public Benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. The charity's public benefit is assessed on an annual basis by the Board and staff to ensure we are continually improving our performance against our charitable objects, vision, mission and strategic social aims.

The charity benefits the public by securing income for charitable programmes and funds administered by us from public and private sector, and then distributing this in collaboration with those funders and donors as charitable funding to support charitable activities in communities as a charitable intermediary. Funding programmes and funds are established, developed, decided upon and monitored in line with the social needs and aspirations of the local communities we serve which are identified by local community leaders, subject experts or local donors as well as social intelligence, data, research and community consultations.

Funding is used towards (but not restricted to) the following purposes, provided that in each case, the purpose is recognised as being charitable according to the law of England and Wales:

- The prevention or relief of poverty;
- The advancement of education;
- The advancement of health or the saving of lives;
- The advancement of citizenship or community development, which includes: rural or urban regeneration; and the promotion of civic responsibility, volunteering, the voluntary sector or the effectiveness or efficiency of charities;
- The advancement of the arts, culture, heritage or science;
- The advancement of amateur sport;
- The advancement of human rights, conflict resolution or reconciliation, or the promotion of religious or racial harmony, or equality and diversity;
- The advancement of environmental protection or improvement;
- The relief of those in need by reason of youth, age, ill-health, disability, financial hardship or other disadvantage;
- The promotion of the efficiency of: the armed forces of the Crown; police; fire and rescue services; or ambulance services.

Funding is not to be used to support the following:

- The advancement of religion;
- The advancement of political beliefs or party politics;
- Activities understood to be the exclusive responsibility of statutory authorities;
- Retrospective funding (i.e. paying for costs incurred before a decision on an application to CFLM for support can be made);
- The funding of any public or private sector compensation and / or mitigation.

The policy of the charity is to award funding to individuals and organisations that have made a formal application for a grant, that fulfil the requirements of the relevant programme or fund and which have the necessary systems in place to administer a grant. All funding applications are subject to a formal appraisal by our staff before being presented to the local grant panel, or the donor, for a recommendation. A scoring system and process is used to guide decisions. All panel or donor recommendations are ratified by the Community Foundations' senior staff or trustees prior to any offer being made. Funding distributed is reported quarterly to the Board by fund, locality and social theme.

Before any funding is distributed, we carefully and thoroughly assess the charitable and public benefits of the proposed activities. The impact of our community funding is then reported to funders, donors, stakeholders, staff and the Board as a measurement of the social impact achieved.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEES' REPORT

Investment Powers

The Charity's Investment Powers are prescribed in its Memorandum and Articles of Association. The Board of Trustees has approved a document called 'Policies on Fund Management and Financial Control', relating to the management of all of its funds and which includes the strategies for the investment of its endowment. The purpose of investment in the endowment fund is to generate a sustainable income for (i) grant-making and (ii) meeting running costs.

The organisation has appointed professional investment managers to manage the endowment. During the year these were managed by: CCLA and Investec. As approved by Board and following a tender process, effective 1 October 2017 investments are to be managed by CCLA for public sector funds and charitable trust transfers, and Investec for corporate and individual endowment donations.

Investment performance targets are issued annually to investment managers; within a framework of maintaining a low to medium risk portfolio, investment performance is measured by the board and finance committee. Each manager is required to maintain a diversified portfolio, with focus on UK and overseas equities, debt instruments and cash; investment in derivatives or "hedge funds" is not permitted without the express consent of the trustees. Investment performance is monitored by the board on a quarterly basis, using benchmarks such as the FT All Stocks Government Index, the FT All Share Index, the FT World Index (excluding UK) and the IPD Index as well as a comparison of the current investment managers' performance with others in the field. Investment performance is reported to Board on a quarterly basis and reviewed annually.

For the Community First Endowment Challenge from 2012 – 2015 CCLA manages the funds based on an investment policy agreed by our UK umbrella organisation, UKCFs with approval from our Board. Although not classified as permanently endowed funds, CCLA manage funds under a total return policy, calculating the indexed value of the initial donation on an annual basis and enabling withdrawal of surplus over and above this figure to supplement income received during the year. This method of calculation has been applied since commencement of the programme so can be precisely calculated by CCLA.

Since the year end, CFLM has begun to conduct a review of the Ethical Profile of our Investment portfolios with our Investment Managers. Each Trustee and member of the SMT were invited to complete the survey to establish whether any adjustment needed to be made to where our portfolios sat. This process is still in progress.

Our Risk Reviews

Our Board of Trustees undertakes a regular review of the risks that the organisation faces; these are published in a formal Organisational Risk Register and are reported in a Charity Commission advised 'heat map' format quarterly to Board.

All risks identified were addressed and mitigated as far as possible during 2020/21 and looking ahead, no identified risks remain unaddressed. The Risk Assessment is subject to formal annual review and update by the trustees, with interim monitoring on a quarterly basis by the senior staff team. The organisation also uses a traffic light system to monitor and measure progress against a set of key organisational targets. Progress against target is assessed by the staff team on a monthly basis and reported to the Board on a quarterly basis, using a delivery forecast system.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEES' REPORT

Our Reserves Policy

Our Board has continued to endeavour to build and maintain a level of reserves appropriate to its commitments over the coming years. However, it is keen to maximise its charitable objectives and public benefit. The Board continues to strive to ensure that reserves of six months running costs are held at any time as per our policy, in line with the Charity Commission's guidance. For 2020/21 the unrestricted reserves were £640,895 at the end of the financial year. CFLM has built joint reserves as per the policy and covered the budget deficit and core costs jointly as appropriate for sustainability, especially investment in our community impact. Any reserves held above the six month policy level are linked to a Reserves Spending Plan, regularly reviewed and approved by the Board to support CFLM's development and sustainability.

Our Auditors

Beever and Struthers have been appointed from 2017/18 to 2020/2021 as our auditors.

Small Company

This report has been prepared in accordance with provisions within Part 15 of the Companies Act 2006 as they relate to small companies.

By Order of the Board



Arthur Roberts
Chair

04 November 2021

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

FINANCIAL REVIEW

Funding

The Trustees are committed to seeking funding from a wide range of sources, ensuring that income streams are diversified and CFLM is not overly reliant on any single source of funding.

Financial Statements

The financial statements have been prepared in accordance with the Companies Act 2006, Charities Act 2011 and FRS102 and comply with the Charities Statement of Recommended Practice on Accounting. The movement in funds is shown on the Consolidated Statement of Financial Activities. CFLM realised a surplus in its unrestricted funds of £277,631 (2020 deficit £3,108). CFLM's total funds (unrestricted funds, restricted immediate impact funds and restricted endowment funds) amounted to £21,588,830 at 31 March 2021 (2020: £17,569,267). The Trustees have passed a total return resolution for permanent endowments - more information is included in note 12.

Reserves Policy

The reserves of CFLM are composed of restricted and unrestricted funds. These funds are maintained at a sufficient level in order to allow the smooth operation of our activities.

Unrestricted Reserves: The Trustees are committed to building up general reserves to ensure that the core activities of CFLM will continue into the future. The target is to have a minimum of six months' core costs in unrestricted reserves – based on our 2020/21 budget this would amount to £334,541. The free general reserves of the Foundation (our unrestricted reserves less our fixed assets) at 31 March 2021 amount to £631,328 (2020: £361,038).

Restricted Reserves: The restricted funds at the year end were either held in the form of cash in bank accounts or investments. Details of investments held are shown in note 12. The current level of restricted funds, and the ongoing funding arrangements relating to those funds, is sufficient to maintain the specific projects they relate to.

Investments Policy

Investment policy is reviewed annually by the finance and risk committee and board, in conjunction with a review of investment performance. Investment managers retain authority to trade in market securities within the mandate of retaining a well-diversified portfolio of medium risk. Our policy on fund management and financial control is available on request.

Commitments

The Trustees had made no commitments to future capital purchases, nor given any guarantees, at the balance sheet date.



Arthur Roberts

Chair

04 November 2021

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

FOR THE YEAR ENDED 31 MARCH 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

The Trustees (who are also directors of CFLM for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) including FRS 102 'The Financial Reporting Standard' applicable in the United Kingdom and Republic of Ireland'. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as each of the Trustees is aware:

- there is no relevant audit information of which the charitable company's auditor are unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

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

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
FOR THE YEAR ENDED 31 MARCH 2021**

Independent Auditor's Report to the Trustees of Community Foundations for Lancashire and Merseyside

Opinion

We have audited the financial statements of Community Foundations for Lancashire and Merseyside "the parent charitable company" and its subsidiaries ("the group") for the year ended 31 March 2021 which comprise the consolidated and parent charitable company Statement of Financial Activities (incorporating an Income and Expenditure Account), the consolidated and parent charitable company Balance Sheet, the consolidated Statement of Cash Flows and the notes to the financial statements. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 March 2021 and of the group's net income and net movement in funds for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group 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

We have nothing to report to you in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees (who are also directors of the charitable company for the purposes of company law) are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
FOR THE YEAR ENDED 31 MARCH 2021**

Independent Auditor's Report to the Trustees of Community Foundations for Lancashire and Merseyside

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement set out on page 15, the trustees (who are also directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors 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 group's and the parent charitable company'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 directors either intend to liquidate the group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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.

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
FOR THE YEAR ENDED 31 MARCH 2021**

Independent Auditor's Report to the Trustees of Community Foundations for Lancashire and Merseyside

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's web-site at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Ability to Detect Irregularities

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements based on our understanding of the Company and through discussion with the Directors and other management (as required by auditing standards).

We also had regard to laws and regulations in areas that directly affect the financial statements including financial reporting (including related company legislation) and taxation legislation. We considered the extent of compliance with those laws and regulations as part of our procedures on the related financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements.

We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit. Audit procedures performed included:

- Discussions with management, enquiring over non-compliance with laws, regulations and fraud;
- Reviewing minutes of all Board meetings during year; and
- Review of transactions (including journals) using data analytic software.

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.
- we identified the laws and regulations applicable to the group and charitable company through discussions with directors and other management, and from our commercial knowledge and experience of the computer component manufacturing and supply sector.
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the group and charitable company, including the Charities Act 2011.
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence.
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
FOR THE YEAR ENDED 31 MARCH 2021**

Independent Auditor's Report to the Trustees of Community Foundations for Lancashire and Merseyside

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud.
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

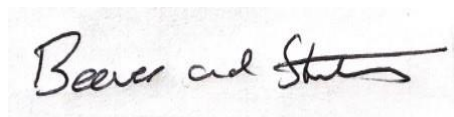
To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures on income, expenditure, debtors and creditors to identify any unusual or unexpected relationships.
- tested journal entries to identify unusual transactions.
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias.
- investigated the rationale behind significant or unusual transactions.

There are inherent limitations in the audit procedures described above. We did not identify any such irregularities however as with any audit, there remained a higher risk of non-detection of irregularities due to fraud, as these may involve deliberate concealment, collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the group and charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body for our audit work, for this report, or for the opinions we have formed.



Mark Bradley BA FCA (Senior Statutory Auditor)

For and on behalf of

BEEVER AND STRUTHERS
Statutory Auditor
The Beehive
Lions Drive
Shadsworth Business Park
Blackburn
BB1 2QS

04 November 2021

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED AND COMPANY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2021 £	2020 £
Incoming resources						
Income and endowments from:						
Donations and legacies	4.1	142,597	-	740,880	883,477	335,888
Charitable activities	4.2	422,856	5,636,455	-	6,059,311	3,041,141
Investments	4.3	27,078	5,536	433,678	466,292	504,653
Other activities	4.4	40		1,249	1,289	-
Total		592,571	5,641,991	1,175,807	7,410,369	3,881,682
Expenditure on						
Raising funds						
Costs of generating donations and legacies	5	(311,844)	-	-	(311,844)	(302,407)
Investment management costs	5	-	-	(37,240)	(37,240)	(37,632)
Charitable activities	5	(358,085)	(6,178,871)	-	(6,536,956)	(2,887,753)
Total		(669,929)	(6,178,871)	(37,240)	(6,886,040)	(3,227,792)
Realised gain/(loss) on investment assets		-	-	48,913	48,913	(15,796)
Unrealised gain/(loss) on investment assets		99,548	-	3,346,773	3,446,321	(1,073,033)
Net income/(expenditure)		22,190	(536,880)	4,534,253	4,019,563	(434,939)
Transfers between funds	16-18	255,441	294,916	(550,357)	-	-
Net movement in funds		277,631	(241,964)	3,983,896	4,019,563	(434,939)
Reconciliation of funds						
Total funds brought forward	4.5	363,264	1,914,834	15,291,169	17,569,267	18,004,206
Total funds carried forward		640,895	1,672,870	19,275,065	21,588,830	17,569,267

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities of the charity.

**COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED AND COMPANY SUMMARY INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2021**

	2021 £	2020 £
Gross income from all sources	7,410,369	3,881,682
Less endowment income	<u>(1,175,807)</u>	<u>(718,658)</u>
Total income	6,234,562	3,163,024
Total expenditure	(6,886,040)	(3,227,792)
Less endowment expenditure	37,240	37,632
Transfers from endowment funds	<u>550,357</u>	<u>768,071</u>
Net (expenditure)/income for the year	<u>(63,881)</u>	<u>740,935</u>

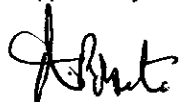
The notes on pages 24 to 40 form part of these financial statements.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2021

	Notes	2021	2020
		£	£
Fixed Assets			
Tangible assets	11	9,567	2,226
Investments	12	<u>19,394,297</u>	<u>15,958,960</u>
		19,403,864	15,961,186
Current Assets			
Debtors	13	81,467	209,165
Cash at bank and in hand		<u>2,759,308</u>	<u>1,795,501</u>
		2,840,775	2,004,666
CREDITORS: amounts			
falling due within one year	14	<u>(655,809)</u>	<u>(396,585)</u>
Net Current Assets		2,184,966	1,608,081
Total Net Assets		<u>21,588,830</u>	<u>17,569,267</u>
The Funds of the Charity			
Endowment Funds	18	19,275,065	15,291,169
Unrestricted Funds	17	640,895	363,264
Restricted Funds	16	1,672,870	1,914,834
Total Charity Funds		<u>21,588,830</u>	<u>17,569,267</u>

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

Approved by the Board of Trustees and authorised for issue on 04 November 2021



A Roberts - Trustee

Company Number 3422207

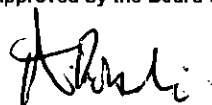
The notes on pages 24 to 40 form part of these financial statements.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
COMPANY BALANCE SHEET
AS AT 31 MARCH 2021

	Notes	2021		2020	
		£	£	£	£
Fixed Assets					
Tangible assets	11	9,567		2,226	
Investments	12	<u>19,394,297</u>		<u>15,958,960</u>	
			19,403,864		15,961,186
Current Assets					
Debtors	13	81,467		209,165	
Cash at bank and in hand		<u>2,759,308</u>		<u>1,795,501</u>	
		2,840,775		2,004,666	
CREDITORS: amounts					
falling due within one year	14	<u>(655,809)</u>		<u>(396,585)</u>	
Net Current Assets			2,184,966		1,608,081
Total Net Assets			<u>21,588,830</u>		<u>17,569,267</u>
The Funds of the Charity					
Endowment Funds	18		19,275,065		15,291,169
Unrestricted Funds	17		640,895		363,264
Restricted Funds	16		<u>1,672,870</u>		<u>1,914,834</u>
Total Charity Funds			<u>21,588,830</u>		<u>17,569,267</u>

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

Approved by the Board of Trustees and authorised for issue on 04 November 2021



A Roberts - Trustee

Company Number 3422207

The notes on pages 24 to 40 form part of these financial statements.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
STATEMENT OF CONSOLIDATED CASHFLOWS
FOR THE YEAR ENDED 31 MARCH 2021

	2021 £	2020 £
Cash used in operating activities		
Net (expenditure)/income for the year	(614,146)	(27,136)
Adjustments for:		
Decrease/(Increase) in debtors	129,129	(184,105)
Increase in creditors	255,847	155,608
Loss on disposal of fixed assets	92	-
Depreciation	4,397	2,929
Net cash provided by (used in) operating activities	(224,681)	(52,704)
Interest Received	397,688	478,710
Cash flows from investing activities		
Cash withdrawn from investments	61,750	(167,958)
Purchase of fixed assets	(11,830)	(834)
Net cash provided by (used in) investing activities	49,920	(168,792)
Cash flows from financing activities		
Receipt of expendable endowment	740,880	247,467
Cash provided by (used in) financing activities	740,880	247,467
Increase in cash and cash equivalents in the year	963,807	504,681
Cash and cash equivalents at the beginning of the year	1,795,501	1,290,820
Total Cash and cash equivalents at the end of the year	2,759,308	1,795,501

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 GENERAL INFORMATION

The Charity is a registered charity in England and Wales and is a private Limited company by guarantee without share capital, registered in England and Wales under the Companies Act. The address of the principal office is Third Floor, Stanley Building, 43 Hanover Street, Liverpool, L1 3DN.

2 STATEMENT OF COMPLIANCE

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) and the Companies Act 2006.

3 ACCOUNTING POLICIES

3.1 Basis of preparation

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 the Republic of Ireland (FRS 102) (effective 1 January 2015) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Statement of Financial Activities and Balance Sheet consolidate the financial statements of The Charity of John Goore (Charity Reg No 238355) which was acquired on May 2nd 2017.

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

3.2 Going concern

The trustees are satisfied that the accounts should be prepared on a going concern basis and have considered this for the period of twelve months from the date of approval, in conjunction with the potential impacts of the ongoing Covid-19 pandemic.

3.3 a Incoming resources

Incoming resources are included in the Statement of Financial Activities (SOFA) when they become receivable, except donations and gifts in kind. Donations are included when they are received. Gifts in kind are valued at an estimate of market value where this can be readily ascertained.

Deferral of income takes place where grants are received substantially in advance of the expenditure to which it relates. Where grants include a contribution to costs for distribution of restricted funds, this is recognised on distribution of funds.

Investment returns are drawn in accordance with a total return policy and transferred to restricted funds for distribution, with an agreed proportion transferred to cover management and administration costs. Income to cover costs for management of the invested funds is recognised when received and income to cover costs for distribution of the resulting restricted funds is recognised on distribution of those funds.

Incoming resources from government funded entities are accounted for in the same way as other income.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

3 ACCOUNTING POLICIES (continued)

3.3 b Donated Services and Facilities

Donated professional services and donated facilities are recognised as income when the Community Foundation has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from its use is probable and the economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of volunteers is not recognised and users of these financial statements should refer to the Trustees' annual report for more information about their contribution.

On receipt donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

3.4 Resources expended

Resources expended are included in the SOFA on the accruals basis as a liability is incurred, based on work done or services provided in the period. Expenditure includes irrecoverable VAT, and is reported as part of the expenditure to which it relates.

Grants payable are recognised as expenditure when the commitment is made and monitoring of previous commitments is complete.

Costs of Generating Funds includes the cost of brochures, advertising, fundraising and other promotional events designed to increase public awareness of the Foundation, together with other costs directly attributable to fundraising activities.

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

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in note 5.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

3 ACCOUNTING POLICIES (continued)

3.5 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. The costs of minor additions or those costing under £500 are not capitalised.

Depreciation is provided to write off the cost of each asset over its expected useful life using the following rates and methods:-

Fixtures and fittings	33% straight line
Office equipment	33% straight line

Impairment reviews are carried out as and when evidence comes to light that the recoverable amount of a functional fixed asset is below its net book value due to damage, obsolescence or other relevant factor.

3.6 Fixed asset investments

Investments are included at fair value at the balance sheet date.

Realised gains and losses on investments are calculated as the difference between sale proceeds and their fair value at the start of the year, or their subsequent cost, net of transaction costs, and are charged or credited to the statement of financial activities in the year of disposal.

Unrealised gains and losses represent the movement in fair value during the year and are credited or charged to the statement of financial activities based on the fair value, as advised by the charity's investment managers, at the year end. All endowed funds received are managed in a total investment return basis.

3.7 Creditors and Provisions

Creditor balances are accounted for once an obligation for payments is confirmed. Grant payments are accrued when approved for settlement, payments for service contracts are accrued once the service has been delivered.

3.8 Pensions

The company contributes to Individual Personal Pension policies for its employees. Contributions are charged to the SOFA in the period to which they relate.

3.90 Fund accounting

Unrestricted funds are incoming resources receivable or generated for the objects of the charity without further specified purpose and which can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund.

Endowment funds are held for long term returns for the Foundation. A percentage withdrawal from the funds is distributed in accordance with the wishes of the original donor. Capital gains or losses arising on the investments form part of the fund. Charges for investment management and advice are charged to the fund as incurred. Income earned on endowment funds is transferred to restricted and unrestricted funds.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

4	INCOMING RESOURCES	2021	2020
		£	£
4.1	Voluntary Income		
	Endowments Received	740,880	247,467
	Sponsorship, Donations and Membership	33,492	10,279
	Gifts in kind – Use of office	70,000	70,000
	Gifts in kind – Rates	5,427	5,342
	Gifts in kind – Other	33,679	2,800
		883,477	335,888
4.2	Incoming Resources from Charitable Activities		
	23 Foundation Fund	36,891	19,301
	23 Foundation 10th Anniversary Fund	7,440	179,000
	ACC Liverpool Foundation Fund	-	8,500
	Ann and Ray Messer Foundation	1,000	101,516
	Bernie Fleming Aintree Lung Cancer Fund	-	844
	BHP Billiton Fund	-	727
	BIBAs Foundation Fund	16,086	10,863
	Big Local Trust Beechwood Fund	-	101,325
	Big Local Trust Northwood Fund	145,376	165,480
	Blue Sky Foundation Fund	-	15,000
	BSBT Fund	49,015	441,004
	Cells Charitable Trust Fund	17,493	-
	CFLM Discretionary Fund	-	(1,493)
	Christine Ann Foundation	7,058	385
	Crime Prevention Fund	-	158,061
	Daneway Foundation Fund	44,000	58,100
	Daneway Foundation Capital Fund	-	20,000
	Dulverston Fund	217,500	102,500
	FPC Foundation	21,009	12,500
	GB Partnership Fund	4,986	-
	GM Mayors Homeless Fund	1,990	15,954
	High Sheriff & Merseyside Police Fund	13,094	11,907
	Hill Dickinson Fund	32,586	64,233
	Home Street Home Fund	-	10,000
	Huntley & Palmers Fund	53,715	-
	John Goore Trust Fund	64	-
	John Laing Charitable Trust Fund	23,600	21,200
	Lancaster Community Fund	875	12,725
	Lancashire Covid 19 Fund	2,095,827	46,000
	Lancashire Flood Relief Fund	323	89
	LCR Cares Fund	2,159,836	46,115
	Leahy Foundation Fund	-	6,145
	Liverpool Community Safety Partnership - VRP Fund	226,671	-
	Liverpool ONE Foundation Fund	100,000	257,000
	Liverpool Tennis Foundation Fund	-	1,023
	Carried forward	5,276,435	1,886,004

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

4	INCOMING RESOURCES (Contd...)	2021	2020
		£	£
4.2	Incoming Resources from Charitable Activities (Contd...)		
	Brought forward	5,276,435	1,886,004
	Made by Sports 'Clubs in Crisis' Fund Lancashire	105,271	-
	Made by Sports 'Clubs in Crisis' Fund Merseyside	96,450	-
	Mark McQueen Foundation (Merseyside) Fund	2,476	3,179
	Merseyside Community Investment Fund	2,250	1,000
	MJB Fund	-	4,558
	Momentum Foundation Fund	-	18,750
	Nationwide Building Society Fund	-	55,000
	Nationwide Foundation Fund	-	511,369
	Olivia Rae Foundation Fund	564	50
	PCC Covid 19 Sexual Violence Fund	118,233	-
	PCC-Covid 19 Domestic Abuse Services Fund	236,404	-
	Pendle Music Bursary Fund	-	25
	Police Property Act Fund	52,252	49,510
	Red Rose Responding Fund	49,500	-
	Rimrose Valley Running Track	10,000	-
	Royal London Foundation Fund	-	21,900
	RWE Innogy UK Ltd Hameldon Hill Wind Farm Community Fund	11,322	13,017
	The Lancashire Womens Fund	-	94,892
	The Manchester Womens Fund	-	140,304
	The Merseyside Womens Fund	728	103,507
	Uber Fund	-	22,000
	VRP Arts & Culture Fund	91,926	-
	Windle United Fund	-	15,826
	#iwill Merseyside Fund	5,500	43,000
	#iwill Lancashire Fund	-	35,250
	#iwill Manchester Fund	-	22,000
		6,059,311	3,041,141
4.3	Investment income		
	Bank and other interest	11,640	6,289
	Investment Income	454,652	498,364
		466,292	504,653
4.4	Other income		
	Other	1,289	-
		1,289	-
	Total Incoming resources	7,410,369	3,881,682

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

4 INCOMING RESOURCES (cont....)

4.5 Comparative Statement of Financial Activities

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2020 £
Incoming resources				
Income and endowments from:				
Donations and legacies	88,421	-	247,467	335,888
Charitable activities	319,851	2,721,290	-	3,041,141
Investments	33,462	-	471,191	504,653
Other activities	-	-	-	-
Total	441,734	2,721,290	718,658	3,881,682
Expenditure On:				
Raising funds				
Costs of generating donations and legacies	(302,407)	-	-	(302,407)
Investment management costs	-	-	(37,632)	(37,632)
Charitable activities	(385,700)	(2,502,053)	-	(2,887,753)
Total	(688,107)	(2,502,053)	(37,632)	(3,227,792)
Realised gain on investment assets	-		(15,796)	(15,796)
Unrealised gain on investment assets	(14,552)	-	(1,058,481)	(1,073,033)
Net income/(expenditure)	(260,925)	219,237	(393,251)	(434,939)
Transfers between funds	257,817	510,254	(768,071)	-
Net movement in funds	(3,108)	729,491	(1,161,322)	(434,939)
Reconciliation of funds				
Total funds brought forward	366,372	1,185,343	16,452,491	18,004,206
Total funds carried forward	363,264	1,914,834	15,291,169	17,569,267

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

5 TOTAL RESOURCES EXPENDED

	Basis of Allocation	Donations and Legacies £	Charitable Activities £	Investment Management Costs £	Total 2021 £	Total 2020 £
Grants paid (see note 6)	Direct	-	6,178,621	-	6,178,621	2,500,343
Staff costs (see below and note 8)	Direct	113,089	358,115	-	471,204	471,968
Healthcare costs	Direct	2,074	-	-	2,074	2,641
Publicity and advertising	Direct	8,963	250	-	9,213	15,809
PPS & telephone	Staff Time	4,252	-	-	4,252	3,770
Staff training	Direct	3,625	-	-	3,625	645
Meeting costs	Direct	-	-	-	-	975
Rent/Rates in kind	Direct	75,427	-	-	75,427	75,342
Electricity in kind	Direct	33,679	-	-	33,679	-
Consultancy	Usage	-	-	-	-	220
Audit & accountancy fees	Usage	15,540	-	-	15,540	16,297
Travel	Direct	899	-	-	899	13,114
Computer running costs	Staff Time	13,806	-	-	13,806	12,594
Panel meetings	Direct	-	-	-	-	11
Subscriptions	Direct	16,277	-	-	16,277	16,945
Bank charges	Usage	552	-	-	552	387
Insurance	Staff Time	5,728	-	-	5,728	5,142
Recruitment	Direct	6,994	-	-	6,994	7,959
Volunteer expenses	Direct	212	-	-	212	1,261
Other	Direct	6,224	-	-	6,224	8,905
Depreciation	Direct	4,490	-	-	4,490	2,929
Legal & professional fees	Usage	13	-	-	13	1,101
Investment management costs	Direct	-	-	37,240	37,240	37,632
Events	Direct	-	(30)	-	(30)	27,728
Special Project costs	Direct	-	-	-	-	1,558
Conference	Staff Time	-	-	-	-	916
External Grant Assessors	Direct	-	-	-	-	1,600
		<u>311,844</u>	<u>6,536,956</u>	<u>37,240</u>	<u>6,886,040</u>	<u>3,227,792</u>

The overheads above include £109,106 of donated goods for which the Community Foundations pay no consideration. Once these donated goods are deducted from core expenditure the overheads (excluding grants awarded & investment management costs) amount to £561,073 (2020: £599,966).

Allocation of governance and support costs

The Community Foundation initially identifies the costs of its support functions. It then identifies those costs which relate to the governance function. Having identified its governance costs, the remaining support costs together with the governance costs are apportioned between the key charitable activities undertaken in the year.

6 GRANTS AWARDED

All the charitable activities undertaken by the charity represent grantmaking. Further details about the grants made in the year can be seen in Note 16.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

7	NET INCOMING RESOURCES	2021	2020
	Net incoming resources are stated after charging:	£	£
	Depreciation	4,397	2,929
	Auditor's remuneration	15,540	8,790

8	STAFF COSTS	2021	2020
		£	£
	Wages and salaries	391,192	398,177
	Social security costs	37,329	36,872
	Other pension costs	44,323	36,919
		<u>472,844</u>	<u>471,968</u>

One employee received emoluments of more than £60,000 (2020: none).

The charity contributes to Individual Personal Pension policies for all its employees. The assets of the schemes are held separately from those of the Charity in independently administered funds. The pension charge of £44,323 (2020: £34,369) represents contributions paid by the Charity to the funds. There were £16,148 outstanding contributions at 31 March 2021 (31 March 2020: £NIL).

9	STAFF NUMBERS		
	The average number of employees (excluding trustees) during the year was as follows:		
		2021	2020
		No	No.
	Management	3	3
	Development	5	5
	Finance	1	2
	Programmes	3	3
	Total full time equivalents	<u>12</u>	<u>13</u>
	Total staff employed	<u>15</u>	<u>14</u>

10 TAXATION

The charity is exempt from tax on income and gains falling within Section 505 of The Taxes Act 1988 or Section 252 of The Taxation of Charitable Gains Act 1992 to the extent that these are applied to its charitable objectives

11	TANGIBLE FIXED ASSETS	Fixtures & Fittings	Office Equipment	Total
	Cost	£	£	£
	At 1 April 2020	14,872	71,544	86,416
	Additions	1,149	10,681	11,830
	Disposals	(14,038)	(64,563)	(78,601)
	At 31 March 2021	<u>1,983</u>	<u>17,662</u>	<u>19,645</u>
	Depreciation			
	At 1 April 2020	14,131	70,059	84,190
	Charge for year	591	3,806	4,397
	On Disposal	(14,038)	(64,471)	(78,509)
	At 31 March 2021	<u>684</u>	<u>9,394</u>	<u>10,078</u>
	Net book value			
	At 31 March 2021	<u>1,299</u>	<u>8,268</u>	<u>9,567</u>
	At 1 April 2020	<u>741</u>	<u>1,485</u>	<u>2,226</u>

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

12 INVESTMENTS - GROUP + COMPANY

INVESTMENTS	2021	2020
UK listed investments	£	£
Investec Wealth & Investment		
Market value at 1 April 2020	9,068,558	9,806,139
Additions	455,520	206,156
Disposals at market value	(669,873)	(129,269)
Revaluation gain/(loss)	2,026,694	(865,235)
	<u>10,880,899</u>	<u>9,017,791</u>
Cash deposits in the UK	51,480	50,767
Sub total Investec Wealth & Investment	<u>10,932,379</u>	<u>9,068,558</u>
CCLA Common Investment Fund		
Market value at 1 April 2020	6,408,667	6,507,404
Additions	151,890	119,906
Disposals at market value	-	(9,602)
Revaluation gain/(loss)	1,320,078	(209,041)
Sub total CCLA	<u>7,880,635</u>	<u>6,408,667</u>
CCLA CFLM Discretionary Investment		
Opening Market Value	481,735	496,288
Additions	-	-
Disposals at market value	-	-
Revaluation gain/loss	99,548	(14,553)
Closing market value	<u>581,283</u>	<u>481,735</u>
	<u>-</u>	<u>-</u>
Total Investments	<u>19,394,297</u>	<u>15,958,960</u>
Historical cost	<u>15,127,694</u>	<u>15,190,157</u>
Listed Investments		
UK investments	6,956,008	6,554,137
Overseas and other investments	11,979,922	8,818,066
Cash deposits	458,367	586,757
	<u>19,394,297</u>	<u>15,958,960</u>

A CCLA and Investec portfolio totalling £934,194 (2020: £763,764) represent the assets of the Charity of John Goore. In the company balance sheet these have been reflected as an investment in subsidiary in accordance with the SORP requirements.

The trustees consider individual investment holdings in excess of 5% of the portfolio value to be material. No individual shareholdings or investments are considered individually to be material with the market values and proportion of the portfolio shown as at 31 March 2021.

The investments are held to provide an investment return to the charity.

	Endowment	Unapplied total return released to income	Total Endowment
At 1 April 2020			
Gift Component of Endowment:	13,100,870	-	13,100,870
Unapplied total return	-	2,081,798	2,081,798
Total	<u>13,100,870</u>	<u>2,081,798</u>	<u>15,182,668</u>
Movements in the reporting period:			
Gift of expendable endowment	752,732	-	752,732
Investment Management Fees	-	(37,240)	(37,240)
Dividends and Interest	-	433,678	433,678
Realised and Unrealised Gains/Losses	-	3,493,584	3,493,584
Total	<u>752,732</u>	<u>3,890,022</u>	<u>4,642,754</u>
Unapplied total return released to income	-	(550,357)	(550,357)
Net movements in reporting period	<u>752,732</u>	<u>3,339,665</u>	<u>4,092,397</u>
At 31 March 2021			
Gift Component of Endowment:	13,853,602	-	13,853,602
Unapplied total return released to income	-	5,421,463	5,421,463
Total	<u>13,853,602</u>	<u>5,421,463</u>	<u>19,275,065</u>

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

13 DEBTORS

	2021	2020
	£	£
Other debtors	68,783	204,587
Other tax & Social Security	1,431	-
Prepayments & Accrued Income	11,253	4,578
	<u>81,467</u>	<u>209,165</u>

14 CREDITORS: amounts falling due within one year

	2021	2020
	£	£
Grant creditors	578,087	331,972
Other creditors	22,406	21,108
Accruals	15,760	10,461
Other tax & Social Security	-	1,778
Deferred income (note 15)	39,556	31,266
	<u>655,809</u>	<u>396,585</u>

15 DEFERRED INCOME

Deferred income comprises income received in advance that the charity is not contractually entitled to distribute at 31 March 2021.

	2021	2020
	£	£
Balance as at 1 April 2020	31,266	94,112
Amount released to income earned from charitable activities	(17,815)	(90,061)
Amount deferred in year	26,105	27,215
Balance as at 31 March 2021	<u>39,556</u>	<u>31,266</u>

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

16	RESTRICTED FUNDS	As at 1 April 2020 £	Movement in Resources		As at 31 March 2021 £
			Incoming £	Outgoing £	Transfers £
	23 Foundation	159,327	32,212	(112,271)	26,724
	ACC Liverpool Foundation Fund	7,271	-	(4,850)	-
	Aldridge Foundation	3,441	-	708	795
	Alfred Shaw Trust Fund	23,137	-	(600)	5,376
	Ann and Ray Messer Foundation	89,311	880	(17,220)	2,697
	B&M	(586)	-	-	-
	Bernie Fleming Aintree Lung Cancer Foundation	6,581	-	-	-
	BHP Billiton Fund	6	-	-	10,479
	Be Inspired Business Awards Foundation	1,919	16,085	(2,000)	-
	Big Local Trust Beechwood	85,560	-	(81,006)	-
	Big Local Trust Northwood	9,368	134,877	(144,124)	-
	Blue Sky Foundation Fund	231,005	-	(61,642)	(162,604)
	Blurred Line Foundation Fund	(1,809)	-	-	1,809
	Bridgebuilder Foundation	1,608	-	-	-
	BSBT Fund	3,388	48,115	(48,115)	(10)
	Cells Charitable Trust Fund	-	16,618	(250)	-
	CFLM Discretionary Fund	3,036	-	(212)	1,486
	Christal Foundation Revenue Fund	(7,517)	-	(24,884)	50,333
	Christine Ann Foundation	-	6,217	(500)	339
	Comic Relief Fund	1,001	-	-	(1,001)
	Daneway Foundation Capital Fund	17,600	-	(20,000)	2,400
	Daneway Foundation Fund	23,231	44,000	-	(23,231)
	Dulverton Trust Fund	6,003	195,750	(148,803)	(50,800)
	FPC Foundation Fund	11,875	19,959	(16,131)	(5,000)
	GB Partnerships fund	-	4,660	(4,660)	-
	GM Mayors Homeless Fund	6,608	1,910	54	-
	Gorse Bank Trust	3,189	-	-	243
	Grassroots	(1,130)	-	-	1,130
	Halton Foundation Halton Chamber of Commerce	4,897	-	-	1,185
	Halton Foundation - Knights House	2,660	-	(3,507)	38,394
	Halton Foundation Fund	-	5,536	-	5,971
	Halton Foundation Widnes Education Fund	534	-	-	3,269
	High Sheriff & Merseyside Police Fund	7,096	11,101	(23,944)	18,658
	Hill Dickinson Fund	31,633	29,336	(40,994)	(14,588)
	Horne Street Home Fund	9,200	-	(9,200)	-
	Huntley & Palmers Fund	-	45,000	(165)	-
	Investec Wealth & Investment Fund	1,456	-	(3,000)	1,618
	Japanese Tsunami Fund	1,101	-	-	-
	Jim Hosker Memorial Fund	(709)	-	-	709
	John Goore Book tokens Fund	(1,700)	-	(300)	2,550
	John Goore Trust Fund	(798)	57	(13,724)	23,629
	John Laing Charitable Trust Fund	11,016	20,000	(21,017)	-
	Joseph Harley Fund	12,563	-	-	2,224
	Knowsley Foundation Fred Curran Revenue Fund	-	-	(1,000)	(293)
	Knowsley Foundation Fund	-	-	-	1,675
	Knowsley Foundation Social Enterprise Sector Developme	(4,290)	-	-	5,184
	Knowsley Huyton with Roby War Distress Flow Through F	2,150	-	(2,000)	850
	Lancashire Community Investment Fund	771	-	(261)	8,886
	Lancashire Covid 19 Fund	46,000	1,961,461	(1,974,806)	21,192
	Lancashire Flood Recovery Fund	45,519	307	1,000	-
	Lancaster Community Fund	10,785	-	(8,638)	(313)
	Lancaster Foundation Fund	6,122	-	(29,516)	10,427
	LCR Cares Fund Merseyside	46,108	2,021,576	(2,123,284)	75,439
	Leahy Foundation Fund	35,343	-	(75,000)	18,490
	Liverpool Community Safety Partnership	-	204,892	(204,892)	-
	Liverpool ONE Co-Ordinator Costs	-	-	(17,106)	34,713
	Liverpool ONE Foundation Fund	302,432	88,000	(97,436)	(24,571)
	Liverpool Tennis Foundation Fund	752	-	-	-
	Balance carried forward	1,254,064	4,908,548	(5,335,296)	96,463
					923,779

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

16	RESTRICTED FUNDS (Contd...)	As at 1 April 2020 £	Movement in Resources		Transfers £	As at 31 March 2021 £
			Incoming £	Outgoing £		
	Balance brought forward	1,254,064	4,908,548	(5,335,296)	96,463	923,779
	Made by Sport "Clubs in Crisis" Fund Lancashire	-	105,271	-	-	105,271
	Made by Sport "Clubs in Crisis" Fund Merseyside	-	96,117	-	-	96,117
	Mando Group Foundation	(1)	-	-	-	(1)
	Mark McQueen Foundation (Lancashire) Fund	2,037	-	-	6,251	8,288
	Mark McQueen Foundation (Merseyside) Fund	(398)	2,476	(20,353)	16,279	(1,996)
	Medicash	1,854	-	(60)	2,030	3,824
	Merseyside Community Investment Fund	14,076	2,220	-	9,495	25,791
	MJB Fund	34,470	-	(16,500)	22,068	40,038
	Momentum Foundation	6,500	-	(1,100)	(2,817)	2,583
	Nationwide Building Society Fund	11,400	(10,000)	-	-	1,400
	Nationwide Foundation Fund	248,063	-	(208,895)	-	39,168
	Older Peoples Fund Lancashire	80	-	-	-	80
	Olivia Rae Foundation Fund	9,226	565	(1,400)	(5,945)	2,446
	PCC-Covid 19 Domestic Abuse Services Fund	-	218,886	(218,886)	-	-
	PCC Covid 19 Sexual Violence Fund	-	113,108	(113,108)	-	-
	Peel Ports 500 Fund	19,807	-	-	1,147	20,954
	Pendle Music Bursary Fund	10,956	-	(9,432)	3,792	5,316
	Police Property Act Fund	30	47,502	(47,502)	-	30
	Preston New Road Community Benefit Fund	105,575	-	(49,996)	-	55,579
	Progress Housing Association Limited Fund	25,018	-	-	9,751	34,769
	Ray Messer Foundation Fund	25,222	(100)	(6,950)	(17,172)	1,000
	Red Rose Responding Fund	-	49,500	-	-	49,500
	Rimrose Valley Running Track	-	10,000	-	10,000	20,000
	Rossendale Community Fund	(1,291)	-	(8,734)	9,368	(657)
	Rossiter Foundation Fund	7,571	-	-	10,351	17,922
	Rumi & Rishi Fund	37,428	-	-	4,562	41,990
	Runcat Community Action	504	-	-	-	504
	RWE Innogy UK Ltd Hameldon Hill	15,185	9,964	(1,000)	-	24,149
	Sefton MBC Education & Learning Fund	13,678	-	(4,854)	8,873	17,697
	Sefton MBC Taylor Fund	221	-	-	225	446
	Shooting Stars Foundation	536	-	-	-	536
	Shop Direct Fund	10,120	-	-	1,371	11,491
	Surviving Winter Lancashire	1,267	-	-	-	1,267
	Surviving Winter Merseyside	287	-	-	-	287
	The Lancashire Womens Fund	18,526	-	(18,500)	274	300
	The Manchester Womens Fund	3	-	-	-	3
	The Merseyside Womens Fund	(2,999)	-	-	2,999	-
	The Windle Utd Charity Fund	15,976	-	-	2,984	18,960
	Tilney Investment Management Fund	2,856	-	(16,529)	6,654	(7,019)
	VRP Arts & Culture Fund	-	82,933	(82,702)	-	231
	WO Street Lancashire Fund	8,323	-	-	37,351	45,674
	WO Street Merseyside Fund	5,273	-	(4,992)	7,924	8,205
	Youthbank	(1,917)	-	-	(1,483)	(3,400)
	#will Lancashire Fund	(4,609)	-	(391)	5,000	-
	#will Merseyside Fund	(6,100)	5,000	(10,500)	12,000	400
	Other Funds	26,017	-	-	33,931	59,948
		<u>1,914,834</u>	<u>5,641,990</u>	<u>(6,177,680)</u>	<u>293,725</u>	<u>1,672,869</u>

Fund balances represent grants receivable for the charity to distribute in accordance with the terms and conditions of the donor. Balances on the funds represent undistributed funds held in the bank accounts

All Funds available, together with the criteria, priorities, areas covered and application process are detailed on our website at www.lancsfoundation.org.uk and www.cfmerseyside.org.uk

Note 25 details the comparative movement on restricted funds .

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

17 UNRESTRICTED FUNDS

	As at 1 April 2020 £	Movement in Resources			As at 31 March 2021 £
		Incoming £	Outgoing £	Transfers £	
Unrestricted funds	363,264	592,571	(669,929)	354,989	640,895

18 ENDOWMENT FUNDS

	As at 1 April 2020 £	Movement in Resources			As at 31 March 2021 £
		Incoming £	Outgoing £	Gains and Transfers £	
Permanent endowment	882,142	82,055	(32,209)	189,190	1,121,179
Expendable endowment	14,409,027	1,092,503	(725,830)	3,378,187	18,153,886
	15,291,169	1,174,558	(758,039)	3,567,377	19,275,065

	1 April 2020 £	Incoming £	Outgoing £	Transfers £	31 March 2021 £
Permanent endowment:					
Rosendale Community Fund	127,808	4,596	(4,596)	29,537	157,345
Sefton MBC Education & Learning Trust	140,745	4,904	(4,904)	27,145	167,890
4 Other Funds (49,77,142,156)	121,196	55,159	(5,313)	30,511	201,553
The Charity of John Goore(060)	492,393	17,396	(17,396)	101,998	594,391

Expendable endowment:

23 Foundation	1,070,601	24,745	(64,258)	253,755	1,284,843
Aldridge Foundation CF Endowment	49,714	1,752	(1,752)	10,273	59,987
Alfred Shaw Trust	411,391	14,502	(14,502)	85,098	496,489
BHP Billiton	264,742	6,118	(16,062)	62,705	317,503
Blue Sky Foundation Endowment Fund	870,803	424,533	(57,811)	442,213	1,679,738
CFLM Discretionary CF Endowment	88,570	3,122	(3,122)	18,303	106,873
CFLM General Endowment	19,259	442	(1,161)	4,409	22,949
Christal Foundation	886,824	20,262	(51,243)	145,574	1,001,417
Other Endowment Funds	18,994	-	-	-	18,994
Gorse Bank Trust CF Endowment	17,074	602	(602)	3,528	20,602
Halton Foundation - Halton Chamber of Commerce CF	26,163	922	(922)	5,407	31,570
Halton Foundation - Knights House	354,928	12,138	(12,138)	60,627	415,555
Halton Foundation Trust Transfer Fund	96,112	26,749	(3,387)	19,861	139,335
Halton Foundation Widnes Education Endowment Fund	17,820	628	(628)	3,683	21,503
High Sheriffs and Merseyside Police Trust	530,392	13,603	(29,356)	122,243	636,882
Hill Dickinson Foundation	333,249	77,233	(13,314)	76,986	474,154
Huntley & Palmers Expendable Endowment Fund	-	66,285	-	-	66,285
Investec Wealth & Investment Endowment	41,148	945	(2,480)	9,418	49,031
John Goore Trust	309,806	6,547	(17,190)	40,640	339,803
Joseph Harley Endowment	56,563	1,299	(3,409)	12,946	67,399
Knowsley Foundation Fred Curran Endowment Fund	48,834	1,721	(1,721)	10,091	58,925
Knowsley Foundation General Endowment Fund	30,208	1,065	(1,065)	6,243	36,451
Lancashire Community Investment CF Endowment Fun	6,523	230	(230)	1,348	7,871
Lancashire Community Investment Endowment	4,502	104	(271)	1,030	5,365
Lancashire General Endowment	155,702	3,594	(9,434)	36,608	186,470
Lancaster Community Endowment Fund	33,913	779	(2,044)	7,762	40,410
Lancaster Foundation	890,655	31,451	(31,451)	186,154	1,076,809
Leahy Foundation	979,369	29,053	(44,455)	198,039	1,162,006
Liverpool ONE Foundation	2,141,594	63,711	(101,681)	543,992	2,647,616
Mark McQueen Foundation Lancashire	157,953	3,650	(9,583)	37,412	189,432
Mark McQueen Foundation Merseyside	411,325	9,505	(24,966)	97,424	493,298
Medicash CF Endowment	1,254	42	(42)	186	1,441
Medicash Encowment Fund	50,294	1,155	(3,032)	11,511	59,928
Merseyside Community Investment	275,264	7,076	(15,198)	63,366	330,508
MJB Fund	684,933	17,525	(37,988)	157,837	822,307
Momentum Foundation Endowment Fund	5,269	121	(286)	1,206	6,310
Olivia Rae CF Endowment	26,409	931	(931)	5,457	31,866
Other Endowment Funds	57,915	(37,236)	-	(8,512)	12,167
Peel Ports 500 Endowment	29,169	669	(1,759)	6,676	34,755
Pendle Young Musicians Bursary	242,779	8,557	(8,557)	50,200	292,979
Progress Housing	246,376	5,694	(14,948)	58,351	295,473
Rumi and Rishi Fund	261,729	9,222	(9,222)	53,989	315,718
The Rossiter Family Fund	261,534	6,044	(15,868)	61,947	313,657
Sefton MBC Arthur Taylor Fund Endowment	5,721	131	(346)	1,310	6,816
Sefton MBC Educational Trust Fund Endowment	31,485	723	(1,898)	7,206	37,516
Shop Direct CF Endowment	87,474	3,083	(3,083)	18,076	105,550
The Cells Charitable Trust	-	122,000	-	(1,420)	120,580
The Windle United Fund	181,649	5,725	(5,725)	14,362	196,011
Tilney Investment Management	491,400	17,315	(17,315)	101,403	592,803
WO Street Lancashire	943,444	71,810	(57,259)	223,833	1,181,828
WO Street Merseyside	200,196	4,627	(12,146)	47,431	240,108

15,291,169	1,174,558	(758,039)	3,567,377	19,275,065
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COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

19 ANALYSIS OF NET ASSETS BETWEEN FUNDS	Fixed assets £	Investments £	Net Current Assets £	Total £
Endowment Funds	-	19,223,585	51,480	19,275,065
Restricted Funds	-	-	1,672,870	1,672,870
Unrestricted Funds	9,567	170,712	460,616	640,895
	<u>9,567</u>	<u>19,394,297</u>	<u>2,184,966</u>	<u>21,588,830</u>

20 TRUSTEES' EXPENSES

Arthur Roberts	£35 (2020 - £388)
Andy Myers	£nil (2020 - £46)
Colin Wardale	£nil (2020 - £542)
Cherie Blair (as Patron)	£nil (2020 - £285)

21 RELATED PARTY TRANSACTIONS

Ms D Howitt, a trustee, is Place Strategy Director at Liverpool ONE who have provided in-kind office premises to the foundation since January 2011, included in these accounts at a £70,000 value during the year. Liverpool ONE also donated funds to contribute to rates payable to Liverpool City Council, included in these accounts of £5,427 and £33,679 towards electricity costs.

Liverpool ONE hold endowment and restricted funds with the foundation. The Liverpool ONE endowment fund was valued at £2,645,714 as at 31 March 2021. The fund generated £114,5268 during the year, of which £36,270 was donated towards the costs of the foundation, with the balance transferred for distribution through their restricted fund. The foundation received additional donations totalling £100,000 from the Westminster Foundation and £180,000 from Grosvenor, and distributed £236,082 throughout 2020/21.

22 CONTINGENT LIABILITIES

The restricted fund balances carried forward at 31 March 2021 represent funds available due to the timing of the receipt of grant funds and their distribution. The conditions attaching to the funding streams are such that the balances represent income for the year as defined in the Charities SORP.

23 POST BALANCE SHEET EVENTS

There are no post balance sheet events.

24 MEMBERS' LIABILITY

The charity is a private company limited by guarantee and consequently does not have share capital. The members are liable to contribute a maximum of £1 each towards the assets of the charity in the event of the company being wound up.

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

25 COMPARATIVE RESTRICTED FUNDS

	As at 1 April 2019 £	Movement in Resources		Transfers £	As at 31 March 2020 £
		Incoming £	Outgoing £		
23 Foundation	2,457	188,231	(69,499)	38,138	159,327
ACC Liverpool Foundation Fund	5,020	7,480	(5,229)	-	7,271
Aldridge Foundation	11,252	-	(9,440)	1,629	3,441
Alfred Shaw Trust Fund	14,256	-	(4,680)	13,561	23,137
Ann and Ray Messer Foundation	-	89,344	(33)	-	89,311
B&M	(586)	-	-	-	(586)
Bernie Fleming Aintree Lung Cancer Foundation	5,816	765	-	-	6,581
BHP Billiton Fund	1,739	640	(11,803)	9,430	6
Be Inspired Business Awards Foundation	5,359	8,763	(12,203)	-	1,919
Big Local Trust Beechwood	-	101,325	(15,765)	-	85,560
Big Local Trust Northwood	8,023	153,660	(152,315)	-	9,368
Blue Sky Foundation Fund	235,964	-	(36,720)	31,761	231,005
Blurtec Line Foundation Fund	(2,109)	-	300	-	(1,809)
Bridgebuilder Foundation	1,608	-	-	-	1,608
BSBT Fund	3,388	422,954	(422,954)	-	3,388
CFLM Discretionary Fund	9,690	(1,631)	(7,300)	2,277	3,036
Christal Foundation Revenue Fund	(15,093)	-	(28,866)	36,442	(7,517)
Comic Relief Fund	1,001	-	-	-	1,001
Community Benefit Fund - Preston New Road	121,901	-	(16,326)	-	105,575
Crime Prevention Fund	-	140,000	(140,000)	-	-
Daneway Foundation Capital Fund	-	17,600	-	-	17,600
Daneway Foundation Fund	528	50,600	(27,897)	-	23,231
Dulverton Trust Fund	-	92,250	(86,247)	-	6,003
Tilney Investment Management Fund	2,597	-	(15,854)	16,113	2,856
FPC Foundation Fund	-	11,875	-	-	11,875
GM Mayors Homeless Fund	1,711	16,112	(11,215)	-	6,608
Gorse Bank Trust	2,629	-	-	560	3,189
Grasscots	(1,130)	-	-	-	(1,130)
Halton Foundation Halton Chamber of Commerce	4,029	-	-	868	4,897
Halton Foundation - Knights House	(2,258)	-	(1,320)	6,238	2,660
Halton Foundation Widnes Education Fund	211	-	-	323	534
High Sheriff & Merseyside Police Fund	8,675	10,702	(30,861)	18,580	7,096
Hill Dickinson Fund	20,588	58,522	(58,694)	11,217	31,633
Home Street Home Fund	-	9,200	-	-	9,200
Investec Wealth & Investment Fund	-	-	-	1,456	1,456
Japanese Tsunami Fund	1,101	-	-	-	1,101
Jim Hosker Memorial Fund	3,077	-	(100)	(3,686)	(709)
John Gcore Book tokens Fund	(600)	-	(1,100)	-	(1,700)
John Gcore Trust Fund	(335)	-	(19,495)	19,032	(798)
John Laing Charitable Trust Fund	16	20,000	(9,000)	-	11,016
Joseph Harley Fund	10,855	-	(294)	2,002	12,563
Knowsley Foundation Social Enterprise Sector Development	15,993	-	(20,283)	-	(4,290)
Knowsley Huyton with Roby War Distress Flow Through Fund	2,476	-	(1,000)	674	2,150
Lancashire Community Investment Fund	14,477	-	-	(13,706)	771
Lancashire Covid 19 Fund	-	46,000	-	-	46,000
Lancashire Flood Recovery Fund	53,957	84	(8,522)	-	45,519
Lancaster Community Fund	1,957	11,704	(4,076)	1,200	10,785
Lancaster Foundation Fund	5,962	-	(29,246)	29,406	6,122
LCR Cares Fund Merseyside	-	46,108	-	-	46,108
Leahy Foundation Fund	52,453	23	(50,000)	32,867	35,343
Liverpool ONE Foundation Fund	318,208	202,400	(293,483)	75,307	302,432
Liverpool Tennis Foundation Fund	2,652	900	(2,800)	-	752
Mando Group Foundation	(1)	-	-	-	(1)
Mark McQueen Foundation (Lancashire) Fund	6,803	-	(10,392)	5,626	2,037
Mark McQueen Foundation (Merseyside) Fund	13,741	2,798	(31,588)	14,651	(398)
Medicash	5,502	-	(5,467)	1,819	1,854
Merseyside Community Investment Fund	16,335	640	(12,527)	9,628	14,076
MJB Fund	27,010	-	(16,500)	23,960	34,470
Momentum Foundation	-	16,500	-	(10,000)	6,500
Nationwide Building Society Fund	-	26,400	(15,000)	-	11,400
Nationwide Foundation Fund	-	460,693	(212,630)	-	248,063
Balance carried forward	998,905	2,212,642	(1,908,424)	377,373	1,680,496

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

	As at 1 April 2019 £	Movement in Resources		Transfers £	As at 31 March 2020 £
		Incoming £	Outgoing £		
Balance brought forward	998,905	2,212,642	(1,908,424)	377,373	1,680,496
Older Peoples Fund Lancashire	80	-	-	-	80
Olivia Rae Foundation Fund	8,283	44	-	899	9,226
Peel Ports 500 Fund	18,777	(2)	-	1,032	19,807
Pendle Music Bursary Fund	7,945	22	(5,000)	7,989	10,956
Police Property Act Fund	-	41,673	(41,643)	-	30
Progress Housing Association Limited Fund	29,660	-	(13,418)	8,776	25,018
Ray Messer Foundation Fund	40,222	-	-	(15,000)	25,222
Rossendale Community Fund	(5,630)	-	-	4,339	(1,291)
Rossiter Foundation Fund	10,067	-	(11,811)	9,315	7,571
Royal London Foundation	-	20,000	(20,000)	-	-
Rumi & Rishi Fund	28,853	-	-	8,575	37,428
Runcat Community Action	504	-	-	-	504
RWE Innogy UK Ltd Hameldon Hill	14,439	11,454	(10,708)	-	15,185
Sefton MBC Education & Learning Fund	14,385	-	(6,450)	5,743	13,678
Sefton MBC Taylor Fund	19	-	-	202	221
Shooting Stars Foundation	536	-	-	-	536
Shop Direct Fund	7,246	-	-	2,874	10,120
Surviving Winter Lancashire	1,267	-	-	-	1,267
Surviving Winter Merseyside	412	-	(125)	-	287
The Lancashire Womens Fund	-	91,110	(72,914)	330	18,526
The Manchester Womens Fund	-	136,217	(136,214)	-	3
The Merseyside Womens Fund	(17)	80,484	(88,466)	5,000	(2,999)
The Windle Utd Charity Fund	-	14,807	(220)	1,389	15,976
Uber Fund	-	20,000	(20,000)	-	-
WO Street Lancashire Fund	8	-	(25,300)	33,615	8,323
WO Street Merseyside Fund	3,912	-	(5,770)	7,131	5,273
Youthbank	(1,917)	-	-	-	(1,917)
#iwill Lancashire Fund	(5,000)	32,500	(54,609)	22,500	(4,609)
#iwill Merseyside Fund	(11,600)	40,000	(59,500)	25,000	(6,100)
#iwill Manchester Fund	-	20,000	(20,000)	-	-
Other Funds	23,987	339	(1,481)	3,172	26,017
	<u>1,185,343</u>	<u>2,721,290</u>	<u>(2,502,053)</u>	<u>510,254</u>	<u>1,914,834</u>

COMPARATIVE ENDOWMENT FUNDS

	As at 01/04/20219 £	Movement in Resources			As at 31 March 2020 £
		Incoming £	Outgoing £	Gains and Transfers £	
Permanent Endowment	914,841	27,935	-	(60,634)	882,142
Expendable Endowment	15,537,650	690,723	(37,632)	(1,781,714)	14,409,027
	<u>16,452,491</u>	<u>718,658</u>	<u>(37,632)</u>	<u>(1,842,348)</u>	<u>15,291,169</u>

COMMUNITY FOUNDATIONS FOR LANCASHIRE AND MERSEYSIDE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

COMPARATIVE ENDOWMENT FUNDS (contd)

Included in the above figures are the following significant (over £100,000) funds:

	As at 1 April 2019 £	Incoming £	Outgoing £	Gains and Transfers £	As at 31 March 2020 £
Permanent endowment:					
Rossendale Community Fund	133,644	4,521	-	(10,357)	127,808
Sefton MBC Education & Learning Trust	146,970	4,825	-	(11,050)	140,745
4 Other Funds (49,77,142,156)	126,923	1,535	-	(7,262)	121,196
The Charity of John Goore(060)	507,304	17,054	-	(31,965)	492,393
					-
Expendable endowment:					
23 Foundation	1,200,066	30,499	(4,390)	(155,574)	1,070,601
Alfred Shaw Trust	429,679	14,267	-	(32,555)	411,391
BHP Billiton	296,753	7,541	(1,086)	(38,466)	264,742
Blue Sky Foundation Endowment Fund	1,000,000	28,646	(4,174)	(153,669)	870,803
Christal Foundation	1,013,512	22,430	(4,467)	(144,651)	886,824
Tilney Investment Management	513,161	17,034	-	(38,795)	491,400
Halton Foundation - Knights House	365,332	11,899	-	(22,303)	354,928
High Sheriffs and Merseyside Police Trust	586,017	15,794	(1,719)	(69,700)	530,392
Hill Dickinson Foundation	354,089	11,041	(323)	(31,559)	333,248
John Goore Trust	363,059	3,038	(572)	(55,719)	309,806
Lancashire General Endowment	174,502	4,429	(638)	(22,591)	155,702
Lancaster Foundation	930,161	30,941	-	(70,447)	890,655
Leahy Foundation	1,053,593	30,939	(1,681)	(103,483)	979,368
Liverpool ONE Foundation	2,284,122	118,434	(4,640)	(256,322)	2,141,594
Mark McQueen Foundation Lancashire	177,051	4,499	(648)	(22,949)	157,953
Mark McQueen Foundation Merseyside	461,058	11,716	(1,686)	(59,763)	411,325
Merseyside Community Investment	304,009	8,205	(886)	(36,065)	275,263
MJB Fund	756,970	20,372	(2,234)	(90,175)	684,933
Pendle Young Musicians Bursary	253,558	8,419	-	(19,198)	242,779
Progress Housing	276,165	7,018	(1,010)	(35,797)	246,376
Rumi and Rishi Fund	273,312	9,072	-	(20,655)	261,729
The Rossiter Family Fund	293,156	7,450	(1,072)	(38,000)	261,534
The Windle United Fund	-	194,861	-	(13,212)	181,649
WO Street Lancashire	1,057,553	26,882	(3,870)	(137,121)	943,444
WO Street Merseyside	224,413	5,703	(821)	(29,099)	200,196
Other Funds	896,359	39,594	(1,715)	(83,846)	850,392
	16,452,491	718,658	(37,632)	-	15,291,169

COMPARATIVE UNRESTRICTED FUNDS

	As at 1 April 2019 £	Incoming £	Outgoing £	Transfers £	As at 31 March 2020 £
Unrestricted	366,372	441,734	(688,107)	243,265	363,264