LEEDS BUILDING SOCIETY CHARITABLE FOUNDATION

England & Wales · Charity number 1074429

Details

Other names	LEEDS AND HOLBECK BUILDING SOCIETY CHARITABLE FOUNDATION, LEEDS BUILDING SOCIETY CHARITABLE FOUNDATION, LEEDS BUILDING SOCIETY FOUNDATION
Status	Registered
Legal form	Charitable company
Company number	03724612
Registered	1999-02-26
Register	View on the Charity Commission register

Contact

Address	Leeds Bldg Soc 26 Sovereign Street Leeds LS1 4BJ
Phone	01132252000
Email	foundation@leedsbuildingsociety.co.uk
Website	www.leedsbuildingsociety.co.uk/foundation

Activities

Objects: GENERAL CHARITABLE PURPOSES

Activities: Leeds Building Society Charitable Foundation is a grant-making organisation. The purpose is to support those in need of a safe and secure home and they run a small and large grant schemes under this purpose. Small grants of up to £2500 are awarded to registered charities based nationwide and large grants of up to £75,000 to registered charities based in Yorkshire and/or the North East.

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Classification

- **How:** Makes Grants To Organisations
- **What:** General Charitable Purposes, The Prevention Or Relief Of Poverty, Accommodation/housing
- **Who:** Children/young People, Elderly/old People, Other Charities Or Voluntary Bodies, Other Defined Groups

Geography

- Northern Ireland
- Scotland
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£407,385	£389,663	-	-
2023-12-31	£391,746	£398,448	-	-
2022-12-31	£242,679	£203,035	-	-
2021-12-31	£152,098	£151,153	-	-
2020-12-31	£150,240	£155,607	-	-

Trustees

Name	Role	Appointed
Alison Louise Margaret Scowen		2023-06-28
Carla Marshall		2017-06-07
Dominic Charkin		2023-06-28
Mhairi Olivia Hides		2025-06-25
Nicola Glover		2022-09-07
Susan Moreland		2022-03-29
Thomas Boothman Seddon		2025-07-16

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LEEDS BUILDING SOCIETY CHARITABLE FOUNDATION

England & Wales - Charity number 1074429

Accounts

Leeds Building Society
Foundation

Leeds Building Society Charitable Foundation

Trustees Annual Report and Financial Statements 2024

Registered Company Number: 03724612
Registered Charity Number: 1074429

A year in review

The Leeds Building Society Charitable Foundation is a grant-making charity, funded by Leeds Building Society and its members. We provide funding, in the form of grants, to UK registered charities that support people in need of a safe and secure home. Since 1999, we've donated more than **£3.2 million** to local projects and good causes.

In 2024, we awarded **£344,947** in grants and supported **61** charities across the UK.

Alongside our purpose of supporting those in need of a safe and secure home, we also consider applications against three main criteria themes: financial stress, security and refuge, and quality and suitability of housing. We also welcome applications that provide health and wellbeing support for those experiencing homelessness, if it's part of wraparound support and the application meets at least one of the other criteria themes.

Our purpose and funding priorities apply across our small grant scheme, focusing on UK-based charities, and our large grant scheme, focusing on charities based in Yorkshire or the North East.

Leeds Building Society Charitable Foundation's purpose:

To support those in need of a **safe and secure home**

Company number 03724612
Charity number 1074429

Registered office
26 Sovereign Street, Leeds, LS1 4BJ

Secretary
Imogen Graham

Bankers
Leeds Building Society,
26 Sovereign Street, Leeds, LS1 4BJ

Independent Examiner
Kate Adderley CA
Third Sector Accountancy Limited, Holyoake House,
Hanover Street, Manchester M60 0AS

Trustees
Trustees who served during the year and up to the date of this report were as follows:

Alison Scowen
Carla Marshall (Chair)
Christopher Bell
Dominic Charkin
Emma Woods-Bolger (resigned 4 March 2025)
Mhairi Hides (appointed 25 June 2025)
Nicola Glover
Susan Moreland
Timothy Steere

Trustees are also directors under company law.

A note from our Chair

I am delighted that 2024 has been another impactful year for the Leeds Building Society Charitable Foundation, in my second year as Chair. The Foundation has hit an important milestone with £1 million awarded in large grants since they were launched in 2022.

We've seen some of the first large multi-year grants awarded in previous years coming to a close, and we're keen to learn from the charities who have received funding from us to understand the impact of our large grant funding.

Trustees are mindful of the considerable challenges facing the sector, including economic uncertainty, evolving political priorities and difficult funding landscapes. With this in mind we are continually refining our grant making criteria and application process to give those who apply the best chance of success.

Many of the large grants we award support specific audience groups, and Trustees are keen to understand the particular issues they face. We've welcomed charities who support refugees and asylum seekers and the Gypsy and Traveller community to speak to us so we can be better informed of the challenges facing these groups. This is something we plan to continue with organisations supporting survivors of modern slavery and ex-offenders, who have recently received funding, scheduled in the coming months.

Looking ahead to 2025, we will continue to work very closely with the Society team and are delighted to have received an additional £100,000 from Leeds Building Society to bring our large grant funding allocation to £400,000 to mark the Society's 150th anniversary.

Carla Marshall
Chair

Large grants

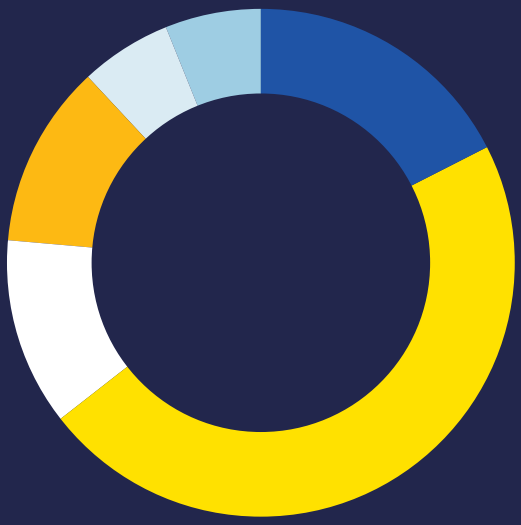
We are committed to offering large, multi-year grants that offer sustainable and impactful support to charities. This year, the Foundation expanded our large grant portfolio by funding 9 new charities in Yorkshire and the North East.

Large grant programme

The Foundation awards large, multi-year grants over 1-3 years. Charities can apply for a grant between **£25,000** to **£100,000** for core, project or capital costs to support those in need of a safe and secure home.

Through our large grants we support local grassroot charities that help people with complex issues and vulnerable communities. In 2024 our large grants supported organisations working in the following areas:

Youth homelessness	3
Homelessness and rough sleeping	8
Ex offenders	2
Refugees and asylum seekers	2
Trafficking and slavery	1
Gypsy and Traveller community	1



In 2024 we funded:

17 charities

9 new charities and 8 charities in their second or third year of multi-year funding

£48,620

average grant size

£298,088

in large grants

Case study

The Snowdrop Project

Grant awarded in November 2023

£50,000 over 3 years

Our funding is helping Snowdrop to support survivors of modern slavery into safe, temporary accommodation, advocate for long-term housing for their clients and establish life skills to maintain a home. During the first year of their grant, the casework team supported 80 clients, with 58 of these receiving housing support and advice, and 50% moving into a permanent home.

With the support of volunteers, including some Leeds Building Society colleagues, the charity was able to renovate 10 properties with 15 people moving into these new homes.

Snowdrop take a whole-person approach, helping clients build a framework to live independently. Alongside homes and housing advice, the organisation also supports clients with household items, emergency grants, foodbank referrals, understanding benefit entitlement, access to education, training and English for Speakers of Other Languages (ESOL).

Case study

The Moses Project

Grant awarded in November 2023

£38,000 over 3 years

The Moses Project supports men who are struggling with addiction and often experiencing homelessness. Our funding is supporting 'Project Home Haven', helping 25 men move from homelessness to safe and secure accommodation. 18 of these clients have been able to maintain stable tenancies. Alongside basic needs such as safety, nutrition and recovery, clients have also been able to build financial confidence, live independently and develop self-esteem. 12 men have also been able to secure and maintain steady employment, with one client joining the Moses team as a Trustee.

The Moses Project have also held food and cooking workshops to help those moving into accommodation develop the skills to live independently and safely in their new homes. Workshops included slow cooker and air fryer workshops, pie club and food preparation.

Case study

The Offploy Foundation

Grant awarded in September 2024

£29,828 for 1 year

Funding from the Foundation is helping Offploy deliver the 'Pathways to Potential' programme, helping people leaving prison who face homelessness or housing instability to rebuild their lives. In only a few months, the programme has supported 25 people, with some already completing their support journey and others continuing to receive regular mentoring. Of those supported, 70% have improved their housing status and over half reported improved mental wellbeing.

One client said:

"I just got out of prison. I didn't have a clue where I was going to stay or what was next. But Offploy helped me sort my housing, and now I've got a job interview. I feel like I've got a chance at something better."

A location-based approach

The Foundation's large grants are open to charities who are based in Yorkshire or the North East who support those in need of a safe and secure home.

This allows us to support areas close to Leeds Building Society's core locations in Leeds and Newcastle and connect our colleagues with local volunteering opportunities.

The majority of our Trustees live and work within these areas and have an understanding of the need and demands of the local community.

Location-based funding also allows the Foundation to manage demand and improve our application success rate.

Small grants

In 2024 we provided **£46,859** in small grants to **47** charities across the UK. Our small grants are up to £1,000 for practical items and equipment that organisations can purchase quickly to support those in need of a safe and secure home.

Small grants allow us to continue to support projects across the UK. This programme is funded by Leeds Building Society's Your Interest in Theirs scheme, which sees members donate the pence interest from their savings accounts. And when members vote in our AGM, the Society donates 30 pence to charity including the Foundation.

Through our small grants we funded the following areas:

Case study

Emmaus Leicestershire and Rutland

Grant: £1,000 for 'Fresh Start' project

Our small grant supported 20 people living in their companion rooms with bedding, including a quilt, quilt covers, sheets and pillows. People who have experienced homelessness are now part of the Emmaus community and the bedding helps them feel comfortable and at home in their new environment. After spending 9 months rough sleeping following a marriage breakdown, one person said his room and fresh bedding allowed him to 'feel safe and warm' in his new place.

Case study

West End Refugee Service

Grant of £1,000 for Life on Hold project

Our small grant lead into the organisation's hardship fund, supporting refugees and asylum seekers with capital items. Items included: duvets and sheets to provide warmth in homes, toiletries for hygiene, and mobiles and sim cards to help decrease isolation. Through the hardship fund, West End Refugee Service has been able to help 531 refugees and asylum seekers in Newcastle and the North East of England. Of those supported, 72% said that the hardship fund improved their independence, and 93% confirmed it improved their mental health.

One user supported by the organisation had been experiencing homelessness and has no access to public funds. The charity helped him with financial support, food and clothing. They also helped him with a sim card for his phone, so that he could speak back to his family in Somalia. This increased his wellbeing and helped the organisation build rapport with him, to help refer him to further services and support.

Achievements in 2024

Charity Networking

In 2024, two charity networking events were held for organisations who had received large grants from the Foundation and other charity partners supported by the Society. The event was designed to connect local community organisations and provide time and space for them to meet, reflect and share learnings.

Over 40 charities attended both events taking part in resilience training, roundtable discussions and networking opportunities.

One delegate said:

“I came out full of energy and ideas for connection. Thank you so much for all your efforts. It is rare that you get such a golden egg when it comes to grant makers and funders. We are so appreciative of our funding and the full package that comes from being involved with you”.

Strategy Day

The Board took part in a strategy day in 2024 as part of its commitment to continued learning and development. Trustees received grant assessment training from Jan Garrill, Associate Director of Yorkshire Funders. They also received training from Leeds GATE, who were awarded a large grant in June 2024. The charity did a presentation and education session on the issues the Gypsies and Travellers of West Yorkshire face.

Financial Statements

The Trustees, who are also the Directors of Leeds Building Society Charitable Foundation for the purpose of company law, present their Annual Report together with the unaudited Financial Statements for the year ended 31 December 2024. Included within the Trustees' report is the Directors' report as required by company law. Reference and administrative information set out on page 2 forms part of this report.

The Financial statements comply with the Charities Act 2011, the Companies Act 2006 and Statement of Recommended Practice "Accounting and Reporting by Charities SORP 2019" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Leeds Building Society Charitable Foundation ("the Foundation") qualifies as a small company in accordance with s382(3) of the Companies Act 2006 and this report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption, which includes an exemption from preparing a Strategic Report.

For the year ended 31 December 2024, the Foundation was entitled to exemption from audit under Chapter 3, Section 144 of the Charities Act 2011. In accordance with Section 145 of the Charities Act 2011 the Trustees have elected for the Financial Statements to be examined by an independent examiner.

Structure, Governance and Management

Governing Document

The Foundation is a charitable company limited by guarantee, incorporated and registered as a charity on 26 February 1999. The Foundation was established under a Memorandum and Articles of Association which defined the objects and powers of the Foundation. It was established, pursuant to a Framework Agreement between the Foundation and Leeds Building Society ("the Society"). The Society is considered to be the Foundation's only related party and it is complementary to and supportive of the Foundation's objectives.

Appointment of Trustees

The Articles of Association state that the number of Trustees shall be not more than nine, and no more than three may be Directors, officers or employees of the Society. Any such appointment is made by notice in writing signed on behalf of the Society and takes effect when the notice is lodged at the office of the Foundation or produced at any meeting of the Board of Trustees. Each of the remaining Trustees, who must not be connected to the Society, may be proposed by the other Trustees and appointed by resolution passed at a meeting of the Board subject to approval by the Society. The Trustees are the Directors of the Foundation.

There is no formal Trustee training in place, however the Trustees took part in a strategy day in 2023 and 2024. One or more of the Trustees and the Secretary attended training and the annual conference hosted by the Yorkshire Funders and fed back any current matters to the other Trustees via the Trustee meetings.

The Trustees did not receive any remuneration or any other benefits from the Foundation during the current or prior year.

Organisational Structure

The Board of Trustees administers the Foundation. To facilitate effective operations the Trustees have delegated

authority, within terms of delegation approved by the Trustees, for operational matters to the Company Secretary.

Risk Management

The Trustees have examined the major strategic business and operational risks which the Foundation faces and confirm that processes have been established to enable the necessary steps to be taken to reduce the impact of those risks. The key risks are the financial risk of misappropriation of funds, the operational risk of inappropriate donations being made, and the reputational risk of donations being made to a charity that does not meet the grant making criteria. The Trustees monitor these risks closely and consider the controls in place to mitigate the risks to be appropriate.

Following detailed due diligence procedures, the Trustees review all funding applications and confirm they are compliant with the Foundation's grant making criteria. The Trustees then approve the payment of charitable donations depending on the strength of the application and how closely it aligns to the Foundation's purpose; to support people in need of a safe and secure home, taking into account the funds available.

Going concern

The activities of the Foundation are dependent upon the future level of funding received. In April 2024, the Foundation received an annual donation of £300,000 from the Society. The Foundation also received a donation of £5,434 on behalf of members of the Society who voted in the Society's AGM. A donation of £52,075 from the 'Your Interest in Theirs' members scheme was received in 2024.

In 2024 it was agreed that the Foundation would receive a further £100,000 from Leeds Building Society to support its large grant programme in 2025.

A legal review of the original framework agreement of the Foundation and the Society is taking place in 2025, which will confirm the levels of funding for 2026 onwards.

The Foundation does not have any overhead costs, as all overhead costs are met by the Society as an in-kind donation. The Trustees agreed to set a small budget of £1,340 aside to cover training costs in 2024.

The Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the 12 months from the date of signing the financial statements. Thus they have adopted the going concern basis of accounting in preparing the Trustees' Report and Financial Statements.

Objectives and activities

The Foundation's income is utilised for the purposes of achieving the objectives for which the Foundation was established as set out in the Foundation's Memorandum and Articles of Association "to promote such purposes being exclusively charitable according to the law of England and Wales as the Directors ("Trustees") of the Foundation shall from time to time determine and therefore the objects meet public benefit requirements."

Since 2022, the Foundation has adopted the purpose 'to support people in need of a safe and secure home' and has adopted a grant making strategy under this purpose. In November 2023, the Trustees agreed that criteria themes were: health and wellbeing, quality and adequacy of housing, financial stress, and security and refuge. These themes continued into 2024

and in September 2024 the health and wellbeing theme was revised to 'health and wellbeing support for those experiencing homelessness'. It was also agreed that this theme would not be a standalone theme, but that applicants could apply under this theme when it was combined with one or more of the other themes.

The Foundation's grant making strategy is divided into large and small grant schemes. The small grant programme is for UK-registered charities with a turnover of under £1,000,000. The small grants range between £250 to £1,000 for capital expenditure relating to practical items and equipment for charities that meet the purpose.

The large grant programme is a minimum grant of £25,000 to a maximum of £100,000 split across one, two or three years. The large grants fund core, project and/or capital costs for new or existing work by a UK-registered charity. The Trustees decided to take a location-based approach to large grants, accepting applications from organisations based in Yorkshire and/or the North East of England to align with the Society's head office and contact centre locations. Large grant applications will only be accepted from charities with a turnover of £5,000,000 or less.

The Trustees meet four times a year to consider requests for funding in March, June, September and November.

The Trustees 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. In particular, the Trustees consider how planned activities will contribute to the aims and objectives that have been set.

Financial review

There was a total income of £407,385 (2023: £391,746) and a total expenditure of £389,663 (2023: £398,448) resulting in a surplus of £17,722 (2023: deficit of £6,702).

Reserves Policy

At 31 December 2024 the unrestricted funds were £93,707 (2023: £75,985), of which £64,397 is regarded as free reserves, after allowing for £7,000 designated funds. The designated funds have been set aside for small grants agreed but not yet communicated before the year end. It is the policy of the Foundation to maintain unrestricted free reserves at a level that provides sufficient funds to respond to emergency applications for grants which arise from time to time along with cover for management, administration or support costs should they not be funded by the Society. There is no further policy with regards to reserves

Plans for future periods

The Trustees will continue the strategic approach to the Foundation's grant making, in line with its purpose 'to support those in need of a safe and secure home'. The Board have agreed meeting dates in 2025 for March, June, October and December. A strategic away day has been agreed for September as part of the Trustees' continued commitment to training and best practice.

Statement of responsibilities of the Trustees

The Trustees (who are also Directors of Leeds Building Society Charitable Foundation for the purposes of company law) are responsible for preparing the Trustees' annual report and the financial statements in accordance with applicable

law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the 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 estimates that are reasonable and prudent.
- State whether applicable UK Accounting Standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements.
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the 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.

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.

The Trustee's annual report has been approved by the Trustees on 16 July 2025 and signed on behalf by the Chair.

Carla Marshall

Carla Marshall
Chair

Independent examiner's report to the Trustees

Year ended 31 December 2024

I report on the accounts of the charity for the year ended 31 December 2024 set out on pages 20 to 26.

Respective responsibilities of Trustees and examiner

The charity's Trustees are responsible for the preparation of the accounts. The charity's Trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 ("the Charities Act") and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of The Institute of Chartered Accountants of Scotland.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act, and
- to state whether particular matters have come to my attention.

Basis of independent examiner's statement

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

Other matters

Your attention is to drawn to the fact that the charity has prepared the accounts (financial statements) in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

We understand that this has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

Independent examiner's statement

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

1. which gives me reasonable cause to believe that, in any material respect, the requirements:
    - to keep accounting records in accordance with section 130 of the Charities Act; and

- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act

have not been met; or

2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Date: 01/08/2025

Kate Adderley CA
Third Sector Accountancy Limited

Holyoake House
Hanover Street
Manchester
M60 0AS

Statement of Financial Activities including Income and Expenditure

Year ended 31 December 2024

	Notes	2024 £	2023 £
Income from:			
Donations and legacies	3	**401,725**	388,670
Investments	4	**5,660**	3,076
Total income		**407,385**	391,746
Expenditure on:			
Charitable activities	5	**389,663**	398,448
Total expenditure		**389,663**	398,448
Net income/(expenditure) for the year	6	**17,722**	(6,702)
Reconciliation of funds			
Total funds brought forward		**75,985**	82,687
Total funds carried forward		**93,707**	75,985

All funds are unrestricted.

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

Balance sheet

Year ended 31 December 2024

	Notes	2024 £	2024 £	2023 £	2023 £
Current assets					
Debtors	10	**52,075**		40,255	
Cash at bank and in hand		**99,245**		225,249	
Total current assets			**151,320**		265,504
Liabilities					
Creditors: amounts falling due in less than one year	11		**(57,613)**		(189,519)
Net assets			**93,707**		75,985
The funds of the charity:					
Unrestricted income funds	12		**93,707**		75,985
Total charity funds			**93,707**		75,985

For the year ended 31 December 2024 the Foundation was entitled to exemption from audit under Chapter 3, Section 144 of the Charities Act 2011. In accordance with Section 145 of the Charities Act 2011 the Trustees have elected for the Financial Statements to be examined by an independent examiner.

For the year in question, the company was entitled to exemption from an audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006,
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts are prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The notes on pages 22 to 26 form part of these accounts.

Approved by the Trustees on 16 July 2025 and signed on their behalf by:

Carla Marshall

Carla Marshall (Chair)

T. Steere

Timothy Steere (Trustee)

Notes to the Accounts

Year ended 31 December 2024

1. Accounting policies

The principal accounting policies adopted, judgments and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

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

Leeds Building Society Charitable Foundation meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £ sterling.

(b) Judgments and estimates

Key judgments and estimates which the Trustees have made which have a significant effect on the accounts include:

- Accounting estimates for the valuation of donated services. More detail is given in notes 1(e), 5 and 8.
- When to recognise grant liabilities. More detail is given in notes 1(h) and 14.

(c) Preparation of the accounts on a going concern basis

The Trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern.

(d) Income

Income from grants and donations is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably. All donations and legacies are from the Society and its members.

Investment income represents income receivable from short term deposits.

(e) Donated services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised; 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.

(f) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

(g) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity.

Designated funds are unrestricted funds of the charity which the Trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity. The charity has no restricted funds.

(h) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Grant expenditure represents donations to registered charities approved by the Trustees and is recognised when communicated to the recipient in line with the SORP. Where there are annual reviews upon which future grants are conditional, these future payments are not recognised as a liability until all conditions are met.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

(i) Cash at bank and in hand

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

(j) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount.

(k) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2. Legal status of the charity

The charity is a company limited by guarantee registered in England and Wales and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The registered office address is disclosed on page 2.

3. Income from donations and legacies

	2024 £	2023 £
Donations	**357,509**	341,951
Donations in kind	**44,216**	46,719
Total	**401,725**	388,670

4. Investment income

All of the charity's investment income arises from money held in interest bearing deposit accounts.
All investment income is unrestricted.

5. Analysis of expenditure on charitable activities

All grants were made to institutions, not individuals.

	2024 £	2024 £	2023 £	2023 £
Grants payable:	**Small**	**Large**	Small	Large
Mental or physical disability	**-**	**-**	(1,765)	-
Education / advice	**2,000**	**63,117**	5,200	48,181
Security / refuge	**4,897**	**112,142**	18,020	136,205
Health	**11,329**	**-**	5,200	50,000
Accessibility	**-**	**-**	3,000	-
Financial stress	**11,740**	**25,000**	12,549	72,334
Sustainability	**-**	**-**	1,000	-
Quality and adequacy of housing	**16,893**	**97,829**	-	-
Total grants payable	**46,859**	**298,088**	43,204	306,720

	2024 £	2023 £
Support costs:		
Governance costs – independent exam, accounts	**3,600**	3,600
Staff costs	**33,176**	32,352
Computer software and IT costs	**6,210**	6,210
Training	**500**	3,079
Office costs	**27**	1,344
Events	**603**	1,363
Membership	**600**	576
Total support costs	**44,716**	48,524
Total expenditure (grants payable and support costs)	**389,663**	398,448

All expenditure is unrestricted.

Support costs were paid on the Fountation's behalf by the Society as follows: £3,600 accounts and independent exam fee; £6,210 for the grant management system; £27 for office costs (printing and postage); £603 for events; and £600 for membership fees. Staff time donated was estimated at £33,176 for the year.

6. Net income/(expenditure) for the year

This is stated after charging/(crediting):

	2024 £	2023 £
Accountancy fees (funded by the Society)	**1,800**	1,500
Independent examiner's fee (funded by the Society)	**1,800**	1,500

7. Staff costs

The average number of staff employed during the period was nil (2023: nil), and no recharges have been made by the Society for the service of its employees.

Administration services are provided by the Society free of charge and an estimate of the value of the donated services has been calculated in 2024 and included in the accounts.

Since all administration services are provided by the Society, there are no key management personnel beyond the Trustees and therefore no disclosure of key management personnel remuneration is given.

8. Trustee remuneration and expenses, and related party transactions

Neither the management committee nor any persons connected with them received any remuneration during the year (2023: £nil).

One Trustee received reimbursed travel expenses during the year of £9 (2023: £nil).

During the year, the Foundation received donations of £300,000 (2023: £300,000) from the Society.

The charity also received £52,075 (2023: £40,255) from the Society's 'Your Interest in Theirs' scheme, being donations from the Society's members.

AGM incentive schemes and survey donations of £5,434 were also received (2023: £1,696), these were donations from the Society under a membership voting scheme.

The Society paid for various support costs on the Foundation's behalf and provided staff support for free. The total value has been estimated at £44,216 this year (2023: £46,719).

Aside from the above, no Trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity, including guarantees, during the year (2023: nil).

9. Corporation tax

The charity is exempt from tax on income and gains falling within Chapter 3 of Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

10. Debtors

	2024 £	2023 £
Accrued income	**52,075**	40,255
Total	**52,075**	40,255

11. Creditors: amounts falling due within one year

	2024 £	2023 £
Grants payable	**57,613**	189,519
Total	**57,613**	189,519

12. Analysis of movement in unrestricted funds

	Balance at 1 January 2024 £	Income £	Expenditure £	Transfers £	As at 31 December 2024 £
General fund	**64,397**	**407,385**	**(378,075)**	**(7,000)**	**86,707**
Designated fund	**11,588**	**-**	**(11,588)**	**7,000**	**7,000**
Total	**75,985**	**407,385**	**(389,663)**	**-**	**93,707**

Comparative period

	Balance at 1 January 2023 £	Income £	Expenditure £	Transfers £	As at 31 December 2023 £
General fund	82,687	391,746	(398,448)	(11,588)	64,397
Designated fund	-	-	-	11,588	11,588
Total	82,687	391,746	(389,663)	-	75,985

Name of Unrestricted fund	Description, nature and purposes of the fund
General fund	The free reserves after allowing for any designated funds
Designated fund	Funds set aside for small grants agreed by the committee, but not yet communicated to applicants

13. Analysis of net assets between funds

	General fund £	Designated funds £	Total 2024 £
Net current assets/(liabilities)	**86,707**	**7,000**	**93,707**
Total	**86,707**	**7,000**	**93,707**

Comparative period

	General fund £	Designated funds £	Total 2023 £
Net current assets/(liabilities)	64,397	11,588	75,985
Total	64,397	11,588	75,985

14. Contingent liability

The charity recognises a contingent liability of £286,315 in the accounts (2023: £170,614). This relates to large grants payable in 2025 and 2026, subject to grantees complying with certain conditions. Compliance with the conditions is not within the charity's control.

LEEDS BUILDING SOCIETY CHARITABLE FOUNDATION

England & Wales - Charity number 1074429

Accounts

Registered company number: 03724612

Registered charity Number: 1074429

Leeds Building Society Charitable Foundation

Trustees Annual Report

and Financial Statements

for the year ended 31 December 2023

Doc ID: 6115a8c4a509823ac5962a2eaf57b311a04bcc9f

Leeds Building Society Charitable Foundation
Reference and administrative information

Company number 03724612

Charity number 1074429

Registered office

26 Sovereign Street, Leeds, LS1 4BJ

Trustees

Trustees who served during the year and up to the date of this report were as follows:

Alison Scowen	(appointed 28 June 2023)
Carla Marshall	(chair)
Christopher Bell	
Dominic Charkin	(appointed 28 June 2023)
Emma Woods-Bolger	
Gary Hetherington	(resigned 23 March 2023)
Nicola Glover	
Susan Moreland	
Timothy Steere	

Trustees are also directors under company law.

Secretary

Imogen Graham

Bankers

Leeds Building Society, 26 Sovereign Street, Leeds, LS1 4BJ

Independent examiner

Kate Adderley CA, Third Sector Accountancy Limited, Holyoake House, Hanover Street, Manchester M60 0AS

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Leeds Building Society Charitable Foundation
Trustees' annual report for the year ended 31 December 2023

The Trustees, who are also the Directors of Leeds Building Society Charitable Foundation for the purpose of company law, present their Annual Report together with the Financial Statements for the year ended 31 December 2023. Included within the trustees' report is the directors' report as required by company law. Reference and administrative information set out on page 1 forms part of this report.

The Financial statements comply with the Charities Act 2022, the Companies Act 2006 and Statement of Recommended Practice "Accounting and Reporting by Charities SORP 2019" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Leeds Building Society Charitable Foundation ("the Foundation") qualifies as a small company in accordance with s382(3) of the Companies Act 2006 and this report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption, which includes an exemption from preparing a Strategic Report.

For the year ended 31 December 2023, the Foundation was entitled to exemption from audit under Chapter 3, Section 144 of the Charities Act 2011. In accordance with Section 145 of the Charities Act 2011 the Trustees have elected for the Financial Statements to be examined by an independent examiner.

Structure, Governance and Management

Governing Document

The Foundation is a charitable company limited by guarantee, incorporated and registered as a charity on 26 February 1999. The Foundation was established under a Memorandum and Articles of Association which established the objects and powers of the Foundation. It was established, pursuant to a Framework Agreement between the Foundation and Leeds Building Society ("the Society"). The Society is considered to be the Foundation's only related party and it is complementary to and supportive of the Foundation's objectives.

Appointment of Trustees

The Articles of Association state that the number of Trustees shall be not more than nine, and no more than three may be Directors, officers or employees of the Society. Any such appointment is made by notice in writing signed on behalf of the Society and takes effect when the notice is lodged at the office of the Foundation or produced at any meeting of the Board of Trustees. Each of the remaining Trustees, who must not be connected to the Society, may be proposed by the other Trustees and appointed by resolution passed at a meeting of the Board subject to approval by the Society. The Trustees are the Directors of the Foundation.

There is no formal Trustee training in place, however the Trustees took part in a strategy day in 2023. On the strategy day, the Trustees received formal training on the legal duties of a trustee from Addleshaw Goddard and an introduction to homelessness training from Homeless Link. The Trustees have committed to another strategy day in 2024. One or more of the Trustees and the Secretary attended training and meetings hosted by the Yorkshire Funders Forum and feedback any current matters to the other Trustees via the Trustee meetings.

The Trustees did not receive any remuneration or any other benefits from the Foundation during the current or prior year. One Trustee was reimbursed for travel expenses during the year at a cost of £9.

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Organisational Structure

The Board of Trustees administer the Foundation. To facilitate effective operations the Trustees have delegated authority, within terms of delegation approved by the Trustees, for operational matters to the Company Secretary.

Risk Management

The Trustees have examined the major strategic business and operational risks which the Foundation faces and confirm that processes have been established to enable the necessary steps to be taken to reduce the impact of those risks. The key risks are the financial risk or misappropriation of funds, the operational risk of inappropriate donations being made, and the reputational risk of donations being made to a charity that does not meet the grant making criteria. The Trustees monitor these risks closely and consider the controls in place to mitigate the risks to be appropriate.

Following detailed due diligence procedures, the Trustees review all funding applications and confirm they are compliant with the Foundation's grant making criteria. The Trustees then approve the payment of charitable donations depending on the strength of the application and how closely it aligns to the Foundation's purpose; to support people in need of a safe and secure home, taking into account the funds available.

Going concern

The activities of the Foundation are dependent upon the future level of funding received. In March 2023, the Foundation received an annual donation of £300,000 from the Society. The Foundation also received a donation of £1,671 on behalf of members of the Society who voted in the Society's AGM. A donation of £40,255 from the 'Your Interest in Theirs' members scheme was also received.

The Foundation does not have any overhead costs, as all overheads costs are met by the Society as in-kind donation.

The Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the 12 months from the date of signing the financial statements. Thus they have adopted the going concern basis of accounting in preparing the Trustees' Report and Financial Statements.

Objectives and activities

The Foundation's income is utilised for the purposes of achieving the objectives for which the Foundation was established as set out in the Foundation's Memorandum and Articles of Association "to promote such purposes being exclusively charitable according to the law of England and Wales as the Directors ("Trustees") of the Foundation shall from time to time determine and therefore the objects meet public benefit requirements."

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Since 2022, the Foundation has adopted the purpose 'to support people in need of a safe and secure home' and has adopted a grant making strategy under this purpose. The Trustees identified six criteria themes that applications need to align under purpose; sustainability, health, financial stress, accessibility, education and advice, and security and refuge. In November 2023, the Trustees revised these criteria themes following training from Homeless Link. The revised criteria themes are: health and wellbeing support for those experiencing homelessness, quality and adequacy of housing, financial stress, and security and refuge.

The Foundation's grant making strategy is divided into large and small grant schemes. The small grant programme is for UK-registered charities with a turnover of under £1,000,000. The small grants range between £250 to £1,000 for capital expenditure relating to practical items and equipment for charities that meet the purpose.

The large grant programme is a minimum grant of £25,000 to a maximum of £100,000 split across one, two or three years. The large grants fund core, project and/or capital costs for new or existing work by a UK-registered charity. The Trustees decided to take a location-based approach to large grants, accepting applications from organisations based in or delivering work in Yorkshire and/or the North East of England to align with the Society's head office and contact centre locations.

To manage demand, in November 2023 the Trustees decided to narrow the large grant criteria. From November 2023, the Foundation will now only accept applications from UK registered charities with a turnover of £5,000,000 or less. Organisations must also be based in Yorkshire and/or the North East.

The Trustees meet four times a year to consider requests for funding in March, June, September and November.

The trustees 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. In particular, the trustees consider how planned activities will contribute to the aims and objectives that have been set.

Achievements and performance

For the year under review, small grants totaling £44,969 were awarded to 43 registered charities.

Large grants of £306,720 were awarded to 12 charities.

In March 2023, the Foundation's Chair Gary Hetherington resigned after nine years on the Board. In November 2023, Carla Marshall, an existing trustee of six years, was appointed as Chair. Emma Woods-Bolger was appointed Vice Chair.

Financial review

There was a total income of £391,746 (2022: £242,679) and a total expenditure of £398,448 (2022: £203,035) resulting in a deficit for the financial year of £6,702 (2022: net surplus of £39,644).

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Reserves Policy

It is the policy of the Foundation to maintain unrestricted funds, which are the free reserves of the Foundation at a level that provides sufficient funds to respond to emergency applications for grants which arise from time to time along with cover for management, administration or support costs should they not be funded by the Society. There is no further policy with regards to reserves. At 31 December 2023 the unrestricted funds were £75,985 (2022: £82,687).

Plans for future periods

The Trustees will continue the strategic approach to the Foundation's grant making, in line with its purpose 'to support people in need of a safe and secure home'. The Board have agreed meeting dates in 2024 for March, June, September and November. A strategic away day has been agreed for September as part of the Trustees' continued commitment to training and best practice.

Statement of responsibilities of the trustees

The trustees (who are also directors of Leeds Building Society Charitable Foundation for the purposes of company law) are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the 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 estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the 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.

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.

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Leeds Building Society Charitable Foundation
Trustees' annual report for the year ended 31 December 2023

The trustees' annual report has been approved by the trustees on 26 / 06 / 2024 and signed on their behalf by:

Carla Marshall

Carla Marshall

Chair of Trustees

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Independent Examiner's Report to the trustees of Leeds Building Society Charitable Foundation

I report on the accounts of the charity for the year ended 31 December 2023 set out on pages 8 to 18.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 ("the Charities Act") and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of The Institute of Chartered Accountants of Scotland.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act, and
- to state whether particular matters have come to my attention.

Basis of independent examiner's statement

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

Independent examiner's statement

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

1. which gives me reasonable cause to believe that, in any material respect, the requirements:
    - to keep accounting records in accordance with section 130 of the Charities Act; and
    - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act

    have not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

K. Adderley

26 / 06 / 2024

Kate Adderley CA
Third Sector Accountancy Limited
Holyoake House
Hanover Street
Manchester
M60 0AS

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Leeds Building Society Charitable Foundation

Statement of Financial Activities including Income and Expenditure account for the year ended 31 December 2023

	Note	2023 £	*2022 £*
Income from:			
Donations and legacies	3	388,670	*241,949*
Investments	4	3,076	*730*
Total income		391,746	*242,679*
Expenditure on:			
Charitable activities	5	398,448	*203,035*
Total expenditure		398,448	*203,035*
Net income/(expenditure) for the year	6	(6,702)	*39,644*
Reconciliation of funds			
Total funds brought forward		82,687	*43,043*
Total funds carried forward		75,985	*82,687*

All funds are unrestricted.
The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

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Leeds Building Society Charitable Foundation
Company number 3724612

Balance sheet as at 31 December 2023

	Note	2023		*2022*	
		£	£	*£*	*£*
Current assets					
Debtors	10	40,255		*42,438*	
Cash at bank and in hand		225,249		*172,173*	
Total current assets			265,504		*214,611*
Liabilities					
Creditors: amounts falling due in less than one year	11		(189,519)		*(131,924)*
Net assets			75,985		*82,687*
The funds of the charity:					
Unrestricted income funds	12		75,985		*82,687*
Total charity funds			75,985		*82,687*

For the year ended 31 December 2023 the Foundation was entitled to exemption from audit under Chapter 3, Section 144 of the Charities Act 2011. In accordance with Section 145 of the Charities Act 2011 the Trustees have elected for the Financial Statements to be examined by an independent examiner.

For the year in question, the company was entitled to exemption from an audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006,
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts are prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The notes on pages 10 to 18 form part of these accounts.

Approved by the trustees on 26 / 06 / 2024 and signed on their behalf by:

Carla Marshall

Carla Marshall (Chair)

Timothy Steere (Trustee)

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1 Accounting policies

The principal accounting policies adopted, judgments and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

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

Leeds Building Society Charitable Foundation meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £ sterling.

b Judgments and estimates

Key judgments and estimates which the trustees have made which have a significant effect on the accounts include:

Accounting estimates for the valuation of donated services. More detail is given in notes 1(d), 5 and 8.

When to recognise grant liabilities. More detail is given in notes 1(g) and 14.

c Preparation of the accounts on a going concern basis

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern.

d Income

Income from grants and donations is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably. All donations and legacies are from the Society and its members.

Investment income represents income receivable from short term deposits.

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e Donated services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised; 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.

f Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

g Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity. The charity has no restricted funds.

h Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Grant expenditure represents donations to registered charities approved by the Trustees and is recognised when communicated to the recipient in line with the SORP. Where there are annual reviews upon which future grants are conditional, these future payments are not recognised as a liability until all conditions are met.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

i Cash at bank and in hand

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

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j Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount.

k Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2 Legal status of the charity

The charity is a company limited by guarantee registered in England and Wales and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The registered office address is disclosed on page 1.

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3 Income from donations and legacies

	2023 £	*2022* *£*
Donations	341,951	*241,949*
Donations in kind	46,719	-
Total	341,951	*241,949*

4 Investment income

All of the charity's investment income arises from money held in interest bearing deposit accounts. All investment income is unrestricted.

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5 Analysis of expenditure on charitable activities

All grants were made to institutions, not individuals.

Grants payable	2023 £ Small	2023 £ Large	*2022 £ Small*	*2022 £ Large*
Disadvantage	-	-	*21,377*	-
Illness	-	-	*2,000*	-
Poverty	-	-	*4,078*	-
Social inclusion	-	-	*3,185*	-
Mental or physical disability	(1,765)	-	*17,301*	-
Homelessness	-	-	*4,950*	-
Caring responsibilities	-	-	*2,627*	-
Education / advice	5,200	48,181	*3,567*	*45,106*
Security / refuge	18,020	136,205	*4,674*	*59,485*
Health	5,200	50,000	*4,732*	-
Accessibility	3,000	-	*1,120*	-
Financial stress	12,549	72,334	-	*27,333*
Sustainability	1,000	-	-	-
Total grants payable	43,204	306,720	*69,611*	*131,924*

Support costs	2023 £	*2022 £*
Governance costs - independent exam, accounts	3,600	*1,500*
Staff costs	32,352	-
Computer software and IT costs	6,210	-
Training	3,079	-
Office costs	1,344	-
Events	1,363	-
Membership	576	-
Total support costs	48,524	*1,500*
Total expenditure (grants payable and support costs)	398,448	*203,035*

All expenditure is unrestricted.

Support costs were paid on the Fountation's behalf by the Society as follows: £3,600 accounts and independent exam fee; £6,210 for the grant management system; £1,750 for training; £1,194 for office costs (printing and postage); £1,363 for events; and £250 for membership fees. Staff time donated was estimated at £32,352 for the year.

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6 Net income/(expenditure) for the year

This is stated after charging/(crediting):	2023 £	*2022* *£*
Accountancy fees (funded by the Society)	1,500	-
Independent examiner's fee (funded by the Society)	1,500	*1,500*

7 Staff costs

The average number of staff employed during the period was nil (2022: nil), and no recharges have been made by the Society for the service of its employees.

Administration services are provided by the Society free of charge and an estimate of the value of the donated services has been calculated in 2023 and included in the accounts.

Since all administration services are provided by the Society, there are no key management personnel beyond the Trustees and therefore no disclosure of key management personnel remuneration is given.

8 Trustee remuneration and expenses, and related party transactions

Neither the management committee nor any persons connected with them received any remuneration during the year (2022: £nil).

One trustee received reimbursed travel expenses during the year of £9 (2022: £nil).

During the year, the Foundation received donations of £300,000 (2022: £186,868) from the Society.

The charity also received £40,255 (2022: £42,438) from the Society's 'Your Interest in Theirs' scheme, being donations from the Society's members.
AGM incentive schemes and survey donations of £1,696 were also received (2022: £3,317), these were donations from the Society under a membership voting scheme.

The Society paid for various support costs on the Foundation's behalf and provided staff support for free. The total value has been estimated at £46,719 this year (2022: £1,500).

Aside from the above, no trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity, including guarantees, during the year (2022: nil).

9 Corporation tax

The charity is exempt from tax on income and gains falling within Chapter 3 of Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

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10 Debtors

	2023 £	*2022 £*
Accrued income	40,255	*42,438*
	40,255	*42,438*

11 Creditors: amounts falling due within one year

	2023 £	*2022 £*
Grants payable	189,519	*131,924*
	189,519	*131,924*

Doc ID: 6115a8c4a509823ac5962a2eaf57b311a04bcc9f

12 Analysis of movement in unrestricted funds

	Balance at 1 January 2023 £	Income £	Expenditure £	Transfers £	As at 31 December 2023 £
General fund	82,687	391,746	(398,448)	(11,588)	64,397
Designated fund	-	-	-	11,588	11,588
	82,687	391,746	(398,448)	-	75,985

Comparative period

	Balance at 1 January 2022 £	*Income £*	*Expenditure £*	*Transfers £*	*As at 31 December 2022 £*
General fund	*43,043*	*242,679*	*(203,035)*	-	*82,687*
	43,043	*242,679*	*(203,035)*	-	*82,687*

Name of unrestricted fund	Description, nature and purposes of the fund
General fund	The free reserves after allowing for any designated funds
Designated fund	Funds set aside for small grants agreed by the committee, but not yet communicated to applicants

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13 Analysis of net assets between funds

	General fund £	Designated funds £	Total 2023 £
Net current assets/(liabilities)	64,397	11,588	75,985
Total	64,397	11,588	75,985

Comparative period

	General fund £	*Designated funds £*	*Total 2022 £*
Net current assets/(liabilities)	*82,687*	-	*82,687*
Total	*82,687*	-	*82,687*

14 Contingent liability

The charity recognises a contingent liability of £170,614 in the accounts in 2023. This relates to large grants payable in 2024 and 2025, subject to grantees complying with certain conditions. Compliance with the conditions is not within the charity's control.

Doc ID: 6115a8c4a509823ac5962a2eaf57b311a04bcc9f

LEEDS BUILDING SOCIETY CHARITABLE FOUNDATION

England & Wales - Charity number 1074429

Accounts

Leeds Building Society Charitable Foundation

(A company limited by guarantee)

Trustees' Annual Report and Financial Statements

Year ended 31 December 2022

Registered Charity Number: 1074429

Registered Company Number: 03724612

Doc ID: 9241faf3cbaf4e83b72363cbb40fe0d8ce00a43b

Reference and administrative information

Registered Company Number: 03724612

Registered Charity Number: 1074429

Trustees

Alison Scowen (appointed 28 June 2023)
Carla Marshall
Christopher Bell (appointed 7 September 2022)
David Marsh (resigned 6 January 2022)
Dominic Charkin (appointed 28 June 2023)
Emma Woods-Bolger (appointed 29 March 2022)
Gary Hetherington (Chair) (resigned 29 March 2023)
Harry Carr (resigned 21 July 2022)
Nicola Glover (appointed 7 September 2022)
Nigel Turner (resigned 29 June 2022)
Susan Moreland (appointed 29 March 2022)
Timothy Steere

All Trustees are Directors of the Charitable Foundation.

Secretary
Imogen Graham

Bankers
Leeds Building Society
26 Sovereign Street
Leeds
LS1 4BJ

Independent Examiners
Third Sector Accountancy Ltd
Holyoake House
Hanover Street
Manchester
M60 0AS

Registered office
26 Sovereign Street
Leeds
LS1 4BJ

Doc ID: 9241faf3cbaf4e83b72363cbb40fe0d8ce00a43b

Trustees' Annual Report and Directors' Report

The Trustees, who are also the Directors of Leeds Building Society Charitable Foundation for the purpose of company law, present their Annual Report together with the Financial Statements for the year ended 31 December 2022. The Financial Statements comply with the Charities Act 2011, the Companies Act 2006 and Statement of Recommended Practice "Accounting and Reporting by Charities SORP 2019" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Leeds Building Society Charitable Foundation ("the Foundation") qualifies as a small company in accordance with s382(3) of the Companies Act 2006 and this report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption, which includes an exemption from preparing a Strategic Report.

For the year ended 31 December 2022 the Foundation was entitled to exemption from audit under Chapter 3, Section 144 of the Charities Act 2011. In accordance with Section 145 of the Charities Act 2011 the Trustees have elected for the Financial Statements to be examined by an independent examiner.

Structure, Governance and Management

Governing Document

The Foundation is a company limited by guarantee, incorporated on 26 February 1999. The Foundation was established under a Memorandum and Articles of Association which established the objects and powers of the Foundation. It was established, pursuant to a Framework Agreement between the Foundation and Leeds Building Society ("the Society"). The Society is considered to be the Foundation's only related party as it is complementary to and supportive of the Foundation's objectives.

Appointment of Trustees

The Articles of Association provide that the number of Trustees shall be not more than eight, and no more than three may be Directors, officers or employees of the Society. Any such appointment is made by notice in writing signed on behalf of the Society and takes effect when the notice is lodged at the office of the Foundation or produced at any meeting of the Board of Trustees. Each of the remaining Trustees, who must not be connected to the Society, may be proposed by the other Trustees and appointed by resolution passed at a meeting of the Board subject to approval by the Society. The Trustees are the Directors of the Foundation.

There is no formal Trustee training programme in place; however, all of the Trustees have experience of working with or within charitable organisations. One or more of the Trustees and Secretary attend the meetings of the Yorkshire Grant Makers' Forum and feedback any current matters to the other Trustees via the Trustee meetings.

The Trustees did not receive any remuneration or any other benefits from the Foundation during the current or prior year.

Organisational Structure

The Board of Trustees administers the Foundation. To facilitate effective operations the Trustees have delegated authority, within terms of delegation approved by the Trustees, for operational matters to the Company Secretary.

Risk Management

The Trustees have examined the major strategic business and operational risks which the Foundation faces and confirm that processes have been established to enable the necessary steps to be taken to reduce the impact of these risks. The key risks are the financial risk of misappropriation of funds, the operational risk of inappropriate donations being made and the reputational risk of donations being made to a charity that does not meet the criteria. The Trustees monitor these risks closely and consider the controls in place to mitigate the risks to be appropriate.

Following detailed due diligence procedures, the Trustees review all applications and confirm that they are compliant with the Foundation's criteria. The Trustees then approve the payment of charitable donations depending on the strength of the application and how closely it aligns to the Foundation's purpose; to support people in need of a safe and secure home.

Going concern

The activities of the Foundation are dependent upon the future level of funding received. The annual donation from the Society increased in 2022 from £90,000 to £300,000. This was received as a pro-rata donation of £186,868 in 2022 and this will rise to £300,000 per year from 2023 onwards.

Despite the volatile economic environment and cost of living crisis, the Foundation has increased its level of income when compared to the previous financial year. AGM funding (£3,317) and the annual Society donation (£90,000) were both received by the Foundation during May and June 2022 respectively. The Foundation received a further donation of £96,868 from the Society in September 2022, reflecting the increased Society donation which was pro-rated in 2022. Furthermore, income from the 'Your Interest in Theirs' member scheme of £39,816 was received during February 2022. The Foundation does not have any overhead costs.

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Trustees' Annual Report and Directors' Report (continued)

Structure, Governance and Management (continued)

Going concern (continued)

The Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the 12 months from the date of signing the financial statements. Thus they have adopted the going concern basis of accounting in preparing the Trustees' Report and Financial Statements.

Objectives and activities

The Foundation's income is utilised for the purposes of achieving the objectives for which the Foundation was established as set out in the Foundation's Memorandum of Association: "to promote such purposes being exclusively charitable according to the law of England and Wales as the Directors ("Trustees") of the Foundation shall from time to time determine and therefore the objects meet public benefit requirements."

In 2022, the Board of Trustees carried out a strategic review of the Foundation's purpose and grant giving. Following this review, the Foundation adopted a new purpose 'to support people in need of a safe and secure home' in July 2022. The Trustees identified six criteria themes that applications need to align with under the purpose; sustainability, health, financial stress, accessibility, education and advice, and security and refuge.

The Trustees confirm that they referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Foundation's aims and objectives and future activities.

Following the development of the new purpose and funding themes, the Foundation re-launched their small grant giving programme for UK-registered charities with a turnover of under £1,000,000. The small grants range between £250 to £1,000 for capital expenditure relating to practical items and equipment for charities that meet the new purpose.

In September 2022, the Foundation launched a new large grant programme as a result of the strategic review and increased annual donation from the Society. Large grants are for a minimum of £25,000 to a maximum of £100,000 and can be split across one, two or three years. The large grants fund core, project and/or capital costs for new or existing work by a UK-registered charity. The Trustees decided to take a location-based approach to large grants, accepting applications from organisations based in or delivering work in Yorkshire and/or the North East of England to align with the Society's head office and contact centre locations.

The Trustees meet four times a year to consider requests for funding in March, June, September and November.

Achievement and performance

For the year under review, small grants totalling £69,611 (2021: £151,153) have been made to registered charities. Charities which have benefited include those working in the following areas: support for the homeless; centres offering facilities for the local community with emphasis on the young and elderly; skills training for young people with special needs; provision of transport for the physically disabled; practical equipment for the terminally ill; and recreational and educational opportunities for children and young people from disadvantaged backgrounds.

Following on from the launch of the large grant programme, the Trustees awarded the first large grants in November 2022. The Trustees approved large multi-year grants to five charities and the first payments were made in early 2023, totalling £131,924, plus £23,779 in small grants.

Financial review

There was total income of £242,679 (2021: £142,759) and total expenditure of £203,035 (2021: £151,153) resulting in net surplus for the financial year of £39,644 (2021: deficit £8,394).

Reserves Policy

It is the policy of the Foundation to maintain unrestricted funds, which are the free reserves of the Foundation at a level which provides sufficient funds to respond to emergency applications for grants which arise from time to time along with cover for management, administration or support costs should they not be funded by the Society. There is no further policy with regards to reserves. At 31 December 2022 the unrestricted funds were £82,687 (2021: £43,043), of which the Trustees have approved £23,779 in small grants to be paid in early 2023.

Plans for future periods

The Trustees will continue the strategic approach to the Foundation's grant making, in line with its purpose 'to support people in need of a safe and secure home'. The Board have agreed meeting dates for 2023 in March, June, September and November. A review of the impact of its grant giving will take place towards the end of 2023, when its new purpose and large grant programme will have been running for a year.

After nine years on the Board, the Foundation's Chair Gary Hetherington announced his resignation in November 2022, with his final Board meeting taking place in March 2023. The Company Secretary has started the recruitment process for a new Chair and existing Trustees will act as interim Chair on a rotating basis for the June and September 2023 meetings.

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Signed on behalf of the Trustees

Imogen Graham

Imogen Graham

Secretary

11 / 10 / 2023

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Trustees' Responsibilities Statement

The Trustees (who are also Directors of the Foundation for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Foundation and of the incoming resources and application of resources, including the income and expenditure, of the Foundation for that period. In preparing these Financial Statements, the Trustees are required to:

- select appropriate accounting policies and then apply them consistently;
- observe the methods and principles in the Charities Statement of Recommended Practice ('SORP');
- make judgments and estimates that are reasonable and prudent;
- in respect of the Financial Statements, state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the Financial Statements; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in business.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy the financial position of the Foundation 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 Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Doc ID: 9241faf3cbaf4e83b72363cbb40fe0d8ce00a43b

Report to the trustees of Leeds Building Society Charitable Foundation

I report on the accounts of the charity for the year ended 31 December 2022 set out on pages 7 to 11.

Respective responsibilities of trustees and examiner
The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 ("the Charities Act") and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act, and
- to state whether particular matters have come to my attention.

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

Independent examiner's statement
In connection with my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that, in any material respect, the requirements:
    - to keep accounting records in accordance with section 130 of the Charities Act; and
    - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act

have not been met; or

2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Scott Lockwood ACA
Third Sector Accountancy Limited
Holyoake House
Hanover Street
Manchester
M60 0AS

12 / 10 / 2023

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Statement of Financial Activities
(including Income and Expenditure Account)

	Note	31 December 2022 £	Restated 31 December 2021 £
Income from:			
Donations and legacies	8	**241,949**	142,090
Investments		**730**	669
Total income		**242,679**	142,759
Expenditure on:			
Charitable activities	3	**(203,035)**	(151,153)
Total expenditure		**(203,035)**	(151,153)
Net surplus for the year		**39,644**	(8,394)
Reconciliation of funds:			
Total funds brought forward at 1 January		**43,043**	51,437
Net movement in funds for the year		**39,644**	(8,394)
Total funds carried forward at 31 December		**82,687**	43,043

All income and expenditure is derived from continuing operations of the Foundation. All funds are unrestricted.

The charitable company has no other recognised gains or losses other than those listed above and the net surplus for the year.

The accounting policies and notes on pages 9 and 11 form part of these Financial Statements.

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Balance Sheet

As at 31 December 2022	Note	31 December 2022 £	Restated 31 December 2021 £
Current assets			
Cash at bank and in hand		**172,173**	3,227
Debtors	4	**42,438**	39,816
Total current assets		**214,611**	43,043
Current liabilities			
Creditors: amounts falling due within one year	5	**131,924**	-
Total current liabilities		**131,924**	-
Net assets		**82,687**	43,043
Total unrestricted funds		**82,687**	43,043

The accounting policies and notes on pages 9 and 11 form part of these Financial Statements.

For the year ended 31 December 2022 the Foundation was entitled to exemption from audit under Chapter 3, Section 144 of the Charities Act 2011. In accordance with Section 145 of the Charities Act 2011 the Trustees have elected for the Financial Statements to be examined by an independent examiner.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime, in accordance with the Companies Act 2006.

For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies. No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

The Financial Statements of the Foundation were approved and authorised for issue by the Trustees on 20 September 2023 and were signed on their behalf by:

Emma Woods-Bolger
Trustee
11 / 10 / 2023

Timothy Steere
Trustee
11 / 10 / 2023

Registered Charity Number: 1074429

Company Registered Number: 03724612

Doc ID: 9241faf3cbaf4e83b72363cbb40fe0d8ce00a43b

Notes to the Financial Statements

1. Accounting policies

The Foundation, a public benefit entity, is incorporated in England and Wales as a company limited by guarantee not having a share capital. At the end of the year there were seven Trustees, three of whom are also employees of the Society. Each Trustee member has undertaken to contribute to the assets in the event of winding up a sum not exceeding £1. The Foundation is a registered charity. The registered office is given on page 1.

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

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The Trustees do not consider that there are any critical judgements or sources of estimation uncertainty requiring disclosure beyond the accounting policies listed below:

Basis of accounting

The financial statements are prepared under the historical cost convention, in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities (SORP 2019)" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Foundation qualifies as a small company in accordance with s382(3) of the Companies Act 2006 and the Financial Statements have been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption, which includes an exemption from preparing a Cash Flow Statement.

The presentation and functional currency of these financial statements is sterling.

Going concern basis

As stated previously in the Trustees' Annual Report and Directors' Report, the Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the foreseeable future. Thus they have adopted the going concern basis of accounting in preparing the annual Financial Statements.

Income

Income is recognised when the Foundation has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Investment income represents income receivable from short term deposits. All donations and legacies are from the Society and its members. Income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.

Donated goods and services

Gifts in kind and donated services are included at the lower of their value to charity and their estimated market value. A corresponding amount is then recognised in expenditure in the period of receipt.

Expenditure - charitable activities

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Grant expenditure represents donations to registered charities approved by the Trustees and is recognised when communicated to the recipient in line with the SORP. Where there are annual reviews upon which future grants are conditional, these future payments are not recognised as a liability until all conditions are met.

Cash at bank and in hand

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

Financial instruments

The Foundation only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

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Notes to the Financial Statements (continued)

1. Accounting policies (continued)

Taxation

The Foundation is a registered charity and has no liability to corporation tax on its charitable activities under the Corporation Tax Act 2010 (chapters 2 and 3 of part ii, section 466 onwards) or Section 256 of the Taxation for Chargeable Gains Act 1992, to the extent surpluses are applied to its charitable purposes.

2. Prior period adjustment

FRS102 Charity SORP Income Recognition

A prior period adjustment has been made to present the 'Your Interest in Theirs' donation received from the Society in accordance with the FRS102 Charity SORP grants and donations income recognition policy.

	£
Funds brought forward as at 1 January 2021 as previously stated	2,282
'Your Interest in Theirs' donation FRS102 Charity SORP income recognition adjustment	49,155
Funds brought forward as at 1 January 2021 as restated	**51,437**

	£
Funds brought forward as at 1 January 2022 as previously stated	3,227
'Your Interest in Theirs' donation FRS102 Charity SORP income recognition adjustment	39,816
Funds brought forward as at 1 January 2022 as restated	**43,043**

3. Charitable activities

All grants were made to institutions, not individuals.

Small grants: The total of these grants was £69,611 with most grants being less than £1,000, and the highest grant being £1,400. In the year, a total of 81 small grants were made (2021: 158).

Large grant programme: During the year, the Foundation launched a new large grant programme and 5 grants were made.

Direct Costs	**2022 £**	**2021 £**
Small grants - type of activity:		
Disadvantage	21,377	27,477
Illness	2,000	6,945
Poverty	4,078	20,860
Social inclusion	3,185	22,462
Mental or physical disability	17,301	41,927
Homelessness	4,950	14,280
Caring responsibilities	2,627	8,202
Education/advice	3,567	-
Security/refuge	4,674	-
Health	4,732	-
Accessibility	1,120	-
Large grant programme	131,924	-
Total direct costs	**201,535**	**142,153**
Support costs		
Governance costs – independent examiner / audit fee (donated services)	1,500	9,000
Total costs	**203,035**	**151,153**

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Notes to the Financial Statements (continued)

4. Debtors

	31 December 2022	Restated 31 December 2021
	£	£
Accrued income	**42,438**	39,816
Debtors	**42,438**	**39,816**

Accrued income represents donations owed from the Society's 'Your Interest in Theirs' scheme. This total donation amount was received in February 2023.

5. Creditors

	31 December 2022	31 December 2021
	£	£
Large grants payable	**131,924**	-
Creditors: amounts falling due within one year	**131,924**	**-**

6. Management and administration of the Foundation

Administration services are provided by the Society free of charge and it is not possible to determine a reliable value of these donated services. There were no employees of the Foundation during the year (2021: none) and no recharges have been made by the Society for the service of its employees.

7. Trustees' expenses

Total Trustees' expenses reimbursed or paid on their behalf during the financial year amounted to £nil (2021: £nil).

None of the Trustees received any remuneration in the current or prior year.

8. Related party transactions

During the year, the Foundation received donations of £186,868 (2021: £90,000) from the Society. It also received £42,438 (2021: £39,816) from the Society's 'Your Interest in Theirs' scheme, and AGM incentive schemes and survey donations of £3,317 (2021: £3,180).

Fees for the independent examination of these Financial Statements are paid on the Foundation's behalf by the Society. The fee for the financial year amounted to £1,500.

Since all administration services are provided by the Society, there are no key management personnel beyond the Trustees and therefore no disclosure of key management personnel remuneration is given.

Apart from the above, no trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity, including guarantees, during the year (2021: nil).

Doc ID: 9241faf3cbaf4e83b72363cbb40fe0d8ce00a43b

LEEDS BUILDING SOCIETY CHARITABLE FOUNDATION

England & Wales - Charity number 1074429

Accounts

Leeds Building Society Charitable Foundation

(A company limited by guarantee)

Trustees' Annual Report and Financial Statements

Year ended 31 December 2021

Registered Charity Number: 1074429
Registered Company Number: 03724612

Reference and administrative information

Registered Company Number: 03724612

Registered Charity Number: 1074429

Trustees
Gary Hetherington
Carla Marshall
David Marsh (resigned 6 January 2022)
Deborah Walker (resigned 30 June 2021)
Timothy Steere
Gary Brook (resigned 10 March 2021)
Harry Carr (appointed 8 September 2021 and resigned 21 July 2022)
Nigel Turner (appointed 8 September 2021 and resigned 29 June 2022)
Susan Moreland (appointed 29 March 2022)
Emma Woods-Bolger (appointed 29 March 2022)

All Trustees are Directors of the Charitable Foundation.

Secretary
Imogen Graham (appointed 23 November 2021)
Rachel Cooke (resigned 2 September 2021)

Bankers
Leeds Building Society
26 Sovereign Street
Leeds
LS1 4BJ

Auditor
Deloitte LLP
Statutory Auditor
1 City Square
Leeds
LS1 2AL

Registered office
26 Sovereign Street
Leeds
LS1 4BJ

Trustees' Annual Report and Directors' Report

The Trustees, who are also the Directors of the Charitable Foundation for the purpose of company law, present their Annual Report together with the Audited Financial Statements for the year ended 31 December 2021. The Financial Statements comply with the Charities Act 2011, the Companies Act 2006 and Statement of Recommended Practice "Accounting and Reporting by Charities (SORP 2019" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The Foundation qualifies as a small company in accordance with s382(3) of the Companies Act 2006 and this report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption, which includes an exemption from preparing a Strategic Report.

Structure, Governance and Management

Governing Document

Leeds Building Society Charitable Foundation ("the Foundation") is a company limited by guarantee, incorporated on 26 February 1999. The Foundation was established under a Memorandum and Articles of Association which established the objects and powers of the Foundation. It was established, pursuant to a Framework Agreement between the Foundation and Leeds Building Society ("the Society"). The Society is considered to be the Charitable Foundation's only related party as it is complementary to and supportive of the Charitable Foundation's objectives.

Appointment of Trustees

The Articles of Association provide that the number of Trustees shall be not more than eight, and no more than three may be Directors, officers or employees of the Society. Any such appointment is made by notice in writing signed on behalf of the Society and takes effect when the notice is lodged at the office of the Foundation or produced at any meeting of the Board of Trustees. Each of the remaining Trustees, who must not be connected to the Society, may be proposed by the other Trustees and appointed by resolution passed at a meeting of the Board subject to approval by the Society. The Trustees are the Directors of the Charitable Foundation.

There is no formal Trustee training programme in place; however, all of the Trustees have experience of working with or within charitable organisations. One or more of the Trustees and Secretary attend the meetings of the Yorkshire Grant Makers' Forum and feedback any current matters to the other Trustees via the Trustee meetings.

The Trustees did not receive any remuneration or any other benefits from the Foundation during the current or prior year.

Organisational Structure

The Board of Trustees administers the Foundation. To facilitate effective operations the Trustees have delegated authority, within terms of delegation approved by the Trustees, for operational matters to the Company Secretary.

Risk Management

The Trustees have examined the major strategic business and operational risks which the Foundation faces and confirm that processes have been established to enable the necessary steps to be taken to reduce the impact of these risks. The key risks are the financial risk of misappropriation of funds, the operational risk of inappropriate donations being made and the reputational risk of donations being made to a charity that does not meet the criteria. The Trustees monitor these risks closely and consider the controls in place to mitigate the risks to be appropriate.

Following detailed due diligence procedures, the Trustees review all applications and confirm that they are compliant with the Charitable Foundation's criteria. The Trustees then approve the payment of charitable donations depending on the strength of the application and how closely it aligns to the Foundation's purpose; to support those who are disadvantaged or in vulnerable circumstances.

Going concern

The activities of the Charitable Foundation are dependent upon the future level of funding received. The Charitable Foundation will receive an increase in funding from 2022 onwards. Leeds Building Society has committed to an annual donation of £300,000 from 2023. This donation has been pro-rated for 2022 to £186,868.

Despite the economic uncertainty resulting from the COVID-19 pandemic, the Charitable Foundation has maintained a consistent level of income when compared to the previous two financial years. AGM funding (£3,000) and Annual Leeds Building Society donation (£90,000) were both received by the Foundation during May and June 2022 respectively. The Foundation is due to receive a further donation of £96,868 from the Society in September 2022, reflecting the increased donation amount pro-rated in 2022. Furthermore, income from the 'Your Interest in Theirs' member scheme of £40,000 was also received during February 2022. The Charitable Foundation does not have any overhead costs and as at the date of signing there were no future commitments with regards to donations. During the 2022 financial year the Charitable Foundation has made £61,000 of donations.

The Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the 12 months from the date of signing the financial statements. Thus they have adopted the going concern basis of accounting in preparing the Trustees' Report and Financial Statements.

Objectives and activities

The Foundation's income is utilised for the purposes of achieving the objects for which the Foundation was established as set out in the Foundation's Memorandum of Association: "to promote such purposes being exclusively charitable according to the law of England and Wales as the Directors ("Trustees") of the Foundation shall from time to time determine and therefore the objects meet public benefit requirements."

The Trustees have agreed that they will consider applications and grant donations to UK registered charities which are improving the lives of people who are disadvantaged or in vulnerable circumstances. It mainly supports charities to purchase equipment or materials which directly support their beneficiaries. In accordance with the general duty of a Trustee to protect Foundation's funds, the Trustees of the Foundation have agreed to place funds not needed for immediate expenditure within an appropriate investment and cheque account with a competitive rate of interest.

The Trustees meet four times a year to consider requests for funding. The donations granted normally range between £250 and £1,000. The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Foundation's aims and objectives and future activities.

Achievement and performance

For the year under review grants totalling £151,153 (2020: £148,207) have been made to registered charities. Charities which have benefited include those working in the following areas: support for the homeless; centres offering facilities for the local community with emphasis on the young and elderly; skills training for young people with special needs; provision of transport for the physically disabled; practical equipment for the terminally ill; and recreational and educational opportunities for children and young people from disadvantaged backgrounds.

Financial review

There was total income of £152,098 (2020: £149,379) and total expenditure of £151,153 (2020: £148,207) resulting in net surplus for the financial year of £945 (2020: £1,172).

Reserves Policy

It is the policy of the Foundation to maintain unrestricted funds, which are the free reserves of the Foundation at a level which provides sufficient funds to respond to emergency applications for grants which arise from time to time along with cover for management, administration or support costs should they not be funded by Leeds Building Society. There is no further policy with regards to reserves. At 31 December 2021 the unrestricted funds were £3,227 (2020: £2,282).

Plans for future periods

The Trustees are taking a new strategic approach to the Foundation, changing the purpose 'to support people in need of a safe and secure home'. The Foundation continues to provide UK registered charities with grants to support this new purpose and have decided to fund projects that fit within the following criteria themes: sustainability, health, financial stress, accessibility, education and advice, and security and refuge. Due to the increased donation from the Society, the Foundation has decided to lift the funding limit on grants and launch two different grant schemes. The small grant scheme will continue to support UK registered charities with a turnover of less than £1 million with grants of between £250 to £1,000. The large grant scheme will support UK registered charities with multi-year grants of between £25,000 to £100,000. This will be launching from September 2022.

Disclosure of information to auditor

The Trustees who held office at the date of the approval of this Trustees' Report confirms that, so far as they are aware, there is no relevant audit information of which the Foundation's auditor is unaware, and each Trustee has taken all the steps that they ought to have taken as a Trustee in order to make themselves aware of any relevant audit information and to establish that the Foundation's auditor is aware of that information.

Deloitte LLP have indicated their willingness to be reappointed for another term and appropriate arrangements are being made for them to be deemed reappointed as auditor in the absence of an Annual General Meeting.

Signed on behalf of the Trustees

Imogen Graham

Secretary

7 September 2022

Trustees' Responsibilities Statement

The Trustees (who are also Directors of Leeds Building Society Charitable Foundation for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Foundation and of the incoming resources and application of resources, including the income and expenditure, of the Foundation for that period. In preparing these Financial Statements, the Trustees are required to:

- select appropriate accounting policies and then apply them consistently;
- observe the methods and principles in the Charities Statement of Recommended Practice ('SORP');
- make judgments and estimates that are reasonable and prudent;
- in respect of the Financial Statements, state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the Financial Statements; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in business.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy the financial position of the Foundation 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 Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Auditor's Report to the members and Trustees of Leeds Building Society Charitable Foundation

Opinion

In our opinion the financial statements of Leeds Building Society Charitable Foundation (the 'charitable company'):

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2021 and 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, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- the statement of financial activities (including income and expenditure account);
- the balance sheet; and
- the related notes 1 to 5

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).

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 charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (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 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.

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the Directors of the charitable company for the purpose 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 theTrustees determine is

Independent Auditor's Report to the members and Trustees of Leeds Building Society Charitable Foundation (continued)

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.

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

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 considered the nature of the charitable company's industry and its control environment, and reviewed the charitable company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory framework that the charitable company operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included UK Charities Act and UK Companies Act.

- do not have a direct effect on the financial statements but compliance with which may be fundamental to the charitable company's ability to operate or to avoid a material penalty. This included the Charity Commission for England and Wales (Charity Commission) regulations.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

As a result of performing the above, we identified the greatest potential for fraud or non-compliance with laws and regulations in the following area, and our specific procedures performed to address it are described below:

- we presume a risk of material misstatement due to fraud in revenue recognition which is related to the completeness of donation income. To address this risk, we reviewed the Trustees' meeting minutes, bank statements and post year end records up to the date of this report to test whether income had been appropriately included in the financial statements.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we assessed the design and implementation of controls over the assessment and approval of grant applications; tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

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

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;

Independent Auditor's Report to the members and Trustees of Leeds Building Society Charitable Foundation (continued)

- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance

Report on other legal and regulatory requirements

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 Trustees' report, which includes 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
- Directors' report included within the Trustees' report have been prepared in accordance with applicable legal requirements.

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 any material misstatements in the Directors' report included within the Trustees' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters 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
- the trustees were not entitled to take advantage of the small companies' exemption in preparing the trustees' report and from the requirement to prepare a strategic report; 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.

We have nothing to report in respect of these matters.

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.

Sarah Anderson

Sarah Anderson FCCA (Senior statutory auditor)
For and on behalf of Deloitte LLP
Statutory Auditor
Leeds, United Kingdom
8 September 2022

Statement of Financial Activities
(including Income and Expenditure Account)

	Note	31 December 2021 £	31 December 2020 £
Income from:			
Donations and legacies	5	**151,429**	148,433
Investments		**669**	946
Total income		**152,098**	149,379
Expenditure on:			
Charitable activities	2	**(151,153)**	(148,207)
Total expenditure		**(151,153)**	(148,207)
Net surplus for the year		**945**	1,172
Reconciliation of funds:			
Total funds brought forward at 1 January		**2,282**	1,110
Net movement in funds for the year		**945**	1,172
Total funds carried forward at 31 December		**3,227**	2,282

All income and expenditure is derived from continuing operations of the Foundation. All funds are unrestricted.

The charitable company has no other recognised gains or losses other than those listed above and the net deficit for the year.

The accounting policies and notes on pages 10 to 11 form part of these Financial Statements.

Balance Sheet

As at 31 December	31 December 2021 £	31 December 2020 £
Current assets		
Cash at bank and in hand	**3,227**	2,282
Total current assets	**3,227**	2,282
Net assets	**3,227**	2,282
Total unrestricted funds	**3,227**	2,282

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime, in accordance with the Companies Act 2006.

The accounting policies and notes on pages 10 to 11 form part of these Financial Statements.

The Financial Statements of Leeds Building Society Charitable Foundation were approved and authorised for issue by the Trustees on 7 September 2022 and were signed on their behalf by:

Gary Hetherington
Trustee

Timothy Steere
Trustee

Registered Charity Number: 1074429

Company Registered Number: 03724612

Notes to the Financial Statements

1. Accounting policies

The Foundation, a public benefit entity, is incorporated in England and Wales as a company limited by guarantee not having a share capital. At the end of the year there were six Trustees, three of whom are also employees of the Society. Each Trustee member has undertaken to contribute to the assets in the event of winding up a sum not exceeding £1. The Foundation is a registered charity. The registered office is given on page 1.

The principal accounting policies are set out below. In the application of the Leeds Building Society Charitable Foundation accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The Trustees do not consider that there are any critical judgements or sources of estimation uncertainty requiring disclosure beyond the accounting policies listed below:

Basis of accounting

The financial statements are prepared under the historical cost convention, in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities (SORP 2019)" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Foundation qualifies as a small company in accordance with s382(3) of the Companies Act 2006 and the Financial Statements have been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption, which includes an exemption from preparing a Cash Flow Statement.

The presentation and functional currency of these financial statements is sterling.

Going concern basis

As stated previously in the Trustees' Annual Report and Directors' Report, the Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the foreseeable future. Thus they have adopted the going concern basis of accounting in preparing the annual Financial Statements.

Income

Income is recognised when the Foundation has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Investment income represents income receivable from short term deposits. All donations and legacies are from Leeds Building Society ("the Society") and its members. Donations and legacies are accounted for as gross income on an accruals basis.

Donated goods and services

Gifts in kind and donated services are included at the lower of their value to charity and their estimated market value. A corresponding amount is then recognised in expenditure in the period of receipt.

Expenditure - charitable activities

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Grants payable represent donations to registered charities approved by the Board of Trustees.

Cash at bank and in hand

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

Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Notes to the Financial Statements (continued)

Taxation

The Foundation is a registered charity and has no liability to corporation tax on its charitable activities under the Corporation Tax Act 2010 (chapters 2 and 3 of part ii, section 466 onwards) or Section 256 of the Taxation for Chargeable Gains Act 1992, to the extent surpluses are applied to its charitable purposes.

2. Charitable activities

During the year the majority of donations were below £1,000 (2020: £1,000 majority).

All grants were made to institutions, not individuals. The total of these grants was £142,153, with most grants being less than £1,000, and the highest grant being £1,980. All grants were approved and paid in the year, therefore consequently no brought forward or carried forward creditors exist. In the year, a total of 158 grants were made (2020: 209). These were made up of the categories as shown below.

Direct Costs	2021 £	2020 £
Type of activity		
Disadvantage	27,477	22,281
Illness	6,945	11,161
Poverty	20,860	15,302
Social inclusion	22,462	16,762
Mental or physical disability	41,927	60,776
Homelessness	14,280	14,425
Caring responsibilities	8,202	1,800
Total direct costs	**142,153**	**142,507**
Support costs		
Governance costs – audit fee (donated services)	9,000	5,700
Total costs	**151,153**	**148,207**

During the year, the support costs included within the Charitable Activities, a donated fee of £9,000 of audit remuneration, paid on the Foundation's behalf by Leeds Building Society.

3. Management and administration of the Foundation

Administration services are provided by Leeds Building Society free of charge and it is not possible to determine a reliable value of these donated services. There were no employees of the Foundation during the year (2020: none) and no recharges have been made by the Society for the service of its employees.

4. Trustees' expenses

Total Trustees' expenses reimbursed or paid on their behalf during the financial year amounted to £nil (2020: £nil).

None of the Trustees received any remuneration in the current or prior year.

5. Related party transactions

During the year, the Foundation received donations of £90,000 (2020: £95,700) from the Society. It also received £49,155 (2020: £49,416) from the Society's 'Your Interest in Theirs' scheme and AGM incentive schemes and survey donations of £3,180 (2020: £3,317). As stated in Note 2, £9,000 of audit remuneration was paid on the Foundation's behalf by Leeds Building Society.

Since all administration services are provided by Leeds Building Society, there are no key management personnel beyond the Trustees and therefore no disclosure of key management personnel remuneration is given.

LEEDS BUILDING SOCIETY CHARITABLE FOUNDATION

England & Wales - Charity number 1074429

Accounts

Leeds Building Society Charitable Foundation

(A company limited by guarantee)

Trustees' Annual Report and Financial Statements

Year ended 31 December 2020

Registered Charity Number: 1074429
Registered Company Number: 03724612

Reference and administrative information

Registered Company Number: 03724612

Registered Charity Number: 1074429

Trustees
Gary Hetherington
Carla Marshall
David Marsh
Deborah Walker
Timothy Steere
Gary Brook (resigned 10 March 2021)
Peter RP Chadwick (resigned 14 October 2020)

All Trustees are Directors of the Charitable Foundation.

Secretary
Rachel Cooke (appointed 1 July 2020)
Luke Wellock (resigned 1 July 2020)

Bankers
Leeds Building Society
105 Albion St
Leeds
LS1 5AS

Auditor
Deloitte LLP
Statutory Auditor
1 City Square
Leeds
LS1 2AL

Registered office
26 Sovereign Street
Leeds
LS1 4BJ

Trustees' Annual Report and Directors' Report

The Trustees, who are also the Directors of the charitable foundation for the purpose of company law, present their Annual Report together with the Audited Financial Statements for the year ended 31 December 2020. The Financial Statements comply with the Charities Act 2011, the Companies Act 2006 and Statement of Recommended Practice "Accounting and Reporting by Charities (SORP 2019" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The Foundation qualifies as a small company in accordance with s382(3) of the Companies Act 2006 and this report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption, which includes an exemption from preparing a Strategic Report.

Structure, Governance and Management

Governing Document

Leeds Building Society Charitable Foundation ("the Foundation") is a company limited by guarantee, incorporated on 26 February 1999. The Foundation was established under a Memorandum and Articles of Association which established the objects and powers of the Foundation. It was established, pursuant to a Framework Agreement between the Foundation and Leeds Building Society ("the Society"). The Society is considered to be the Chaitable Foundations only related party as it is complementary to and supportive of the Charitable Foundations objectives.

Appointment of Trustees

The Articles of Association provide that the number of Trustees shall be not more than eight, and no more than three may be Directors, officers or employees of the Society. Any such appointment is made by notice in writing signed on behalf of the Society and takes effect when the notice is lodged at the office of the Foundation or produced at any meeting of the Board of Trustees. Each of the remaining Trustees, who must not be connected to the Society, may be proposed by the other Trustees and appointed by resolution passed at a meeting of the Board subject to approval by the Society. The Trustees are the Directors of the charitable foundation.

There is no formal Trustee training programme in place; however, all of the Trustees have experience of working with or within charitable organisations. One or more of the Trustees and Secretary attend the meetings of the Yorkshire Grant Makers' Forum and feedback any current matters to the other Trustees via the Trustee meetings.

The Trustees did not receive any remuneration or any other benefits from the Foundation during the current or prior year.

Organisational Structure

The Board of Trustees administers the Foundation. To facilitate effective operations the Trustees have delegated authority, within terms of delegation approved by the Trustees, for operational matters to the Company Secretary.

Risk Management

The Trustees have examined the major strategic business and operational risks which the Foundation faces and confirm that processes have been established to enable the necessary steps to be taken to reduce the impact of these risks. The key risks are the financial risk of misappropriation of funds, the operational risk of inappropriate donations being made and the reputational risk of donations being made to a charity that does not meet the criteria. The Trustees monitor these risks closely and consider the controls in place to mitigate the risks to be appropriate.

Following detailed due diligence procedures, the Trustees review all applications and confirm that they are compliant with the Charitable Foundation's criteria. The Trustees then approve the payment of charitable donations depending on the strength of the application and how closely it aligns to the Foundation's purpose; to support those who are disadvantaged or in vulnerable circumstances.

Going concern

The activities of the Charitable Foundation are dependent upon the future level of funding received. There are no plans to terminate the operations of the Charitable Foundation within the next year.

Despite the economic uncertainty that is related to the COVID-19 pandemic, the Charitable Foundation has maintained a consistent level of income when compared to the previous two financial years. Annual Leeds Building Society donation (£90,000) and AGM funding (£2,000) were both received by the Foundation during May 2021. Furthermore, income from the 'Your Interest in Theirs' member scheme of £49,000 was also received during February 2021. The Charitable Foundation does not have any overhead costs and as at the date of signing there were no future commitments with regards to donations. During the 2021 financial year the Charitable Foundation has made £34,500 of donations.

The Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the foreseeable future. Thus they have adopted the going concern basis of accounting in preparing the Trustees' Report and Financial Statements.

Objectives and activities

The Foundation's income is utilised for the purposes of achieving the objects for which the Foundation was established as set out in the Foundation's Memorandum of Association: "to promote such purposes being exclusively charitable according to the law of England and Wales as the Directors ("Trustees") of the Foundation shall from time to time determine and therefore the objects meet public benefit requirements."

The Trustees have agreed that they will consider applications and grant donations to UK registered charities which are improving the lives of people who are disadvantaged or in vulnerable circumstances. It mainly supports charities to purchase equipment or materials which directly support their beneficiaries. In accordance with the general duty of a Trustee to protect Foundation's funds, the Trustees of the Foundation have agreed to place funds not needed for immediate expenditure within an appropriate investment and cheque account with a competitive rate of interest.

The Trustees meet four times a year to consider requests for funding. The donations granted normally range between £250 and £1,000. The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Foundation's aims and objectives and future activities.

Achievement and performance

For the year under review grants totalling £148,207 (2019: £155,607) have been made to registered charities. Charities which have benefited include those working in the following areas: support for the homeless; centres offering facilities for the local community with emphasis on the young and elderly; skills training for young people with special needs; provision of transport for the physically disabled; practical equipment for the terminally ill; and recreational and educational opportunities for children and young people from disadvantaged backgrounds.

In light of the Coronavirus pandemic and the additional challenges faced by small charities, Trustees directed a proportion of the Foundation's 2020 funds to establish a COVID-19 Support Fund. This funding provided 'unrestricted' grants of up to £1,000, which were used by charities to reach communities impacted by COVID-19 and help them stay financially resilient during the challenging period.

Financial review

There was total income of £149,379 (2019: £150,240) and total expenditure of £148,207 (2019: £155,607) resulting in net surplus for the financial year of £1,172 (2019: £5,367 deficit).

Reserves Policy

It is the policy of the Foundation to maintain unrestricted funds, which are the free reserves of the Foundation at a level which provides sufficient funds to respond to emergency applications for grants which arise from time to time along with cover for management, administration or support costs should they not be funded by Leeds Building Society.There is no further policy with regards to reserves. At 31 December 2020 the unrestricted funds were £2,282 (2019: £1,110).

Plans for future periods

Trustees have agreed that the funding limit will be lifted from £1,000 to £2,000 if charities are nominated by a member or colleague of the Society. This change will take effect once the relevant systems are built to manage referrals. The Trustees of the Leeds Building Society Charitable Foundation are delighted to support the work of local charities and look forward to benefiting many more worthy causes in the future. The Trustees will ensure that the retained reserves are sufficient to meet the ongoing operational requirements of the Foundation. The timeline for developing technology to enable recommendation is dependent on Leeds Building Society and delays have occurred due to the ongoing COVID-19 situation and reprioritisation of projects by the business.

Disclosure of information to auditor

The Trustees who held office at the date of the approval of this Trustees' Report confirms that, so far as they are aware, there is no relevant audit information of which the Foundation's auditor is unaware, and each Trustee has taken all the steps that they ought to have taken as a Trustee in order to make themselves aware of any relevant audit information and to establish that the Foundation's auditor is aware of that information.

Deloitte LLP have indicated their willingness to be reappointed for another term and appropriate arrangements are being made for them to be deemed reappointed as auditor in the absence of an Annual General Meeting.

Signed on behalf of the Trustees

R. Cooke

Rachel Cooke

Secretary

30 June 2021

Trustees' Responsibilities Statement

The Trustees (who are also Directors of Leeds Building Society Charitable Foundation for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Foundation and of the incoming resources and application of resources, including the income and expenditure, of the Foundation for that period. In preparing these Financial Statements, the trustees are required to:

- select appropriate accounting policies and then apply them consistently;
- observe the methods and principles in the Charities Statement of Recommended Practice ('SORP');
- make judgments and estimates that are reasonable, relevant and reliable;
- present information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- in respect of the Financial Statements, state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the Financial Statements; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in business.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy the financial position of the Foundation 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 Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Auditor's Report to the members and trustees of Leeds Building Society Charitable Foundation

Opinion

In our opinion the financial statements of Leeds Building Society Charitable Foundation (the 'charitable company'):

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020 and 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, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- the statement of financial activities (including income and expenditure account);
- the balance sheet; and
- the related notes 1 to 5

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).

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 charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (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 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.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purpose 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.

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

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 considered the nature of the charitable company's industry and its control environment, and reviewed the charitable company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory framework that the charitable company operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included UK Charities Act and UK Companies Act.
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the charitable company's ability to operate or to avoid a material penalty.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

As a result of performing the above, we identified the greatest potential for fraud or non-compliance with laws and regulations in the following area, and our specific procedures performed to address it are described below:

- we presume a risk of material misstatement due to fraud in revenue recognition which is related to the completeness of donation income. To address this risk, we reviewed the Trustees' meeting minutes, bank statements and post year end records up to the date of this report to test whether income had been appropriately included in the financial statements.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we assessed the design and implementation of controls over the assessment and approval of grant applications; tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:
- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance

Report on other legal and regulatory requirements

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 trustees' report, which includes 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
- directors' report included within the trustees' report have been prepared in accordance with applicable legal requirements.

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 any material misstatements in the directors' report included within the trustees' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters 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
- the trustees were not entitled to take advantage of the small companies' exemption in preparing the trustees' report and from the requirement to prepare a strategic report; 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.

We have nothing to report in respect of these matters.

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.

Sarah Anderson

Sarah Anderson FCCA (Senior statutory auditor)
For and on behalf of Deloitte LLP
Statutory Auditor
Leeds, United Kingdom
30 June 2021

Statement of Financial Activities
(including Income and Expenditure Account)

	Note	31 December 2020 £	31 December 2019 £
Income from:			
Donations and legacies		**148,433**	149,340
Investments		**946**	900
Total income		**149,379**	150,240
Expenditure on:			
Charitable activities	2	**(148,207)**	(155,607)
Total expenditure		**(148,207)**	(155,607)
Net surplus/(deficit) for the year		**1,172**	(5,367)
Reconciliation of Funds:			
Total funds brought forward at 1 January		**1,110**	6,477
Net movement in funds for the year		**1,172**	(5,367)
Total funds carried forward at 31 December		**2,282**	1,110

All income and expenditure is derived from continuing operations of the Foundation. All funds are unrestricted.

The charitable company has no other recognised gains or losses other than those listed above and the net deficit for the year.

The accounting policies and notes on pages 9 to 11 form part of these Financial Statements.

Balance Sheet

As at 31 December

	31 December 2020 £	31 December 2019 £
Current assets		
Cash at bank and in hand	**2,282**	**1,110**
Total current assets	**2,282**	**1,110**
Net assets	**2,282**	**1,110**
Total unrestricted funds	**2,282**	**1,110**

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime, in accordance with the Companies Act 2006.

The accounting policies and notes on pages 9 to 11 form part of these Financial Statements.

The Financial Statements of Leeds Building Society Charitable Foundation were approved and authorised for issue by the Trustees on 30 June 2021 and were signed on their behalf by:

Timothy Steere
Trustee

Deborah Walker
Trustee

Registered Charity Number: 1074429

Company Registered Number: 03724612

Notes to the Financial Statements

1. Accounting policies

The Foundation, a public benefit entity, is incorporated in England and Wales as a company limited by guarantee not having a share capital. At the end of the year there were six Trustees, three of whom are also employees of the Society. Each trustee member has undertaken to contribute to the assets in the event of winding up a sum not exceeding £1. The Foundation is a registered charity. The registered office is given on page 1.

The principal accounting policies are set out below. The Trustees do not consider that there are any critical judgements or sources of estimation uncertainty requiring disclosure beyond the accounting policies listed below:

Basis of accounting

The financial statements are prepared under the historical cost convention, in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities (SORP 2019)" applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Foundation qualifies as a small company in accordance with s382(3) of the Companies Act 2006 and the Financial Statements have been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption, which includes an exemption from preparing a Cash Flow Statement.

The presentation and functional currency of these financial statements is sterling.

Going concern basis

The Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the foreseeable future. Thus they have adopted the going concern basis of accounting in preparing the annual Financial Statements.

Income

Income is recognised when the Foundation has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Investment income represents income receivable from short term deposits. All donations and legacies are from Leeds Building Society ("the Society") and its members. Donations and legacies are accounted for as gross income on an accruals basis.

Donated goods and services

Gifts in kind and donated services are included at the lower of their value to charity and their estimated market value. A corresponding amount is then recognised in expenditure in the period of receipt.

Expenditure - charitable activities

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Grants payable represent donations to registered charities approved by the Board of Trustees.

Cash at bank and in hand

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

Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Taxation

The Foundation a registered charity and has no liability to corporation tax on its charitable activities under the Corporation Tax Act 2010 (chapters 2 and 3 of part ii, section 466 onwards) or Section 256 of the Taxation for Chargeable Gains Act 1992, to the extent surpluses are applied to its charitable purposes.

Notes to the Financial Statements (continued)

2. Charitable activities

During the year the majority of donations were below £1,000 (2019: £1,000 majority).

All grants were made to institutions, not individuals. All grants were approved and paid in the year, therefore consequently no brought forward or carried forward creditors exist. In the year, a total of 209 (2019: 187) grants were made. These were made up of the categories as shown below.

Direct Costs	2020 £	2019 £
Type of activity		
Disadvantage	22,281	23,768
Illness	11,161	24,136
Poverty	15,302	13,687
Social inclusion	16,762	12,094
Mental or physical disability	60,776	66,193
Homelessness	14,425	15,730
Caring responsibilities	1,800	-
Total direct costs	**142,507**	**155,607**
Support costs		
Governance costs – audit fee (donated services)	5,700	-
Total costs	**148,207**	**155,607**

Included within the amount reported for charitable activities is £42,775 of donations which were paid from the COVID-19 support fund. This funding provided 'unrestricted' grants of up to £1,000, which were used by charities to reach communities impacted by COVID-19 and help them stay financially resilient during the challenging period.

During the year, the support costs included within the Charitable Activities, a donated fee of £5,700 of audit remuneration, paid on the Foundation's behalf by Leeds Building Society.

3. Management and administration of the Foundation

Administration services are provided by Leeds Building Society free of charge and it is not possible to determine a reliable value of these donated services. There were no employees of the Foundation during the year (2019: none) and no recharges have been made by the Society for the service of its employees.

4. Trustees' expenses

Total Trustees' expenses reimbursed or paid on their behalf during the financial year amounted to £nil (2019: £nil).

None of the Trustees received any remuneration in the current or prior year.

5. Related party transactions

During the year, the Foundation received donations of £95,700 (2019: £90,000) from the Society. It also received £49,416 (2019: £59,340) from the Society's 'Your Interest in Theirs' scheme, member donations £987 (2019: NIL), AGM incentive schemes and survey donations £3,317 (2019: Nil).

Since all administration services are provided by Leeds Building Society, there are no key management personnel beyond the Trustees and therefore no disclosure of key management personnel remuneration is given.