

**CHELSEA ACADEMY FOUNDATION**  
**Annual Report and Financial Statements**  
**Year to 31 August 2020**

Charity Registration Number: 1120784

## **CHELSEA ACADEMY FOUNDATION**

<b>Contents</b>	<b>Page</b>
Reference and administration information	2
Trustees' report	3 - 5
Independent Examiner's report	6
Statement of financial activities	7
Balance sheet	8
Notes to the financial statements	9 - 12

## CHELSEA ACADEMY FOUNDATION

### Reference and administration information

Trustees	Ms Susan Harris, (Chair)	Appointed 6 March 2017
		Appointed Chair 5 March 2019
	Ms Simone Brych-Nourry	Appointed 25 November 2014
	Mr Niccolo Caderni	Appointed 25 November 2014
	Ms. Alicia Grimaldi	Appointed 19 January 2012
		Resigned 7 January 2020
	Mr Massimiliano Lami	Appointed 18 June 2018
		Resigned 9 October 2020
	Ms Astrid Nellemann	Appointed 2 March 2020
	Mr Julian Simmonds	Appointed 25 November 2014
	Ms Serena Snell	Appointed 2 March 2020
	Ms Lindsey Tethal Wright	Appointed 1 June 2020
Secretary	Mr Lucian Boyd Harte	Appointed 1 April 2016
Charity address	Lots Road London SW10 0AB	
Charity Registration No	1120784	
Bankers	National Westminster Bank PLC Kensington, Royal Garden Branch PO Box 2341 55 Kensington High Street London W8 5ZG	
Independent Examiner	Brendan Sharkey FCA MHA MacIntyre Hudson Chartered Accountants 6 <sup>th</sup> Floor 2 London Wall Place London EC2Y 5AU	

## **CHELSEA ACADEMY FOUNDATION**

### **Trustees' report for the year to 31 August 2020**

The trustees present their annual report and financial statements of the Chelsea Academy Foundation for the year ended 31 August 2020.

### **GOVERNANCE, STRUCTURE AND MANAGEMENT**

The Chelsea Academy Foundation is governed by a Declaration of Trust dated 2 August 2007 and was registered as charity with the Charity Commission on 6 September 2007.

#### **Trustees**

The names of the trustees who served during the period are set out as part of the reference and administration information on page 2 of this annual report and financial statements.

#### *Recruitment and appointment*

The appointment of the trustees is governed by the Declaration of Trust dated 2 August 2007. All trustees must be aged at least 18, and there must at all times be a minimum of two. The trustees may appoint additional trustees in consultation with the Governing Body of Chelsea Academy.

The term of office for trustees is three years. Trustees' appointments can be renewed.

#### *Induction and training*

The Foundation recognises that new and current trustees should be aware of the Foundation's charitable purposes, mode of operation, plans, policies and costs. All trustees are provided with a copy of the Declaration of Trust, the grant giving policy, and a copy of other relevant policies as well as minutes of recent trustees' meetings.

#### **Statement of Trustees' responsibilities**

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

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Statement of Recommended Practice (Accounting and Reporting by Charities) (the Charities' SORP FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable United Kingdom 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 charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Declaration of Trust. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## **CHELSEA ACADEMY FOUNDATION**

### **Trustees' report for the year to 31 August 2020**

#### **Organisation**

The trustees are ultimately responsible for the policies, activities and assets of the Foundation. They meet formally at least twice each year.

The secretary takes day to day responsibility for the administration of the Foundation, including the management of income and expenditure and the preparation of annual accounts.

#### **Risk Management**

The trustees have assessed the major risks to which the Foundation is exposed and are satisfied that systems are in place to mitigate its exposure to those risks.

### **ACTIVITIES, SPECIFIC OBJECTIVES AND RELEVANT POLICIES**

#### **Charitable objectives and activities**

In setting the Foundation's objectives and planning its activities, the trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

The Foundation's charitable objectives as expressed in its Declaration of Trust are as follows:

- The support of such charitable purpose or purposes which promote the advancement of the education of the pupils at Chelsea Academy, including the provision of scholarships, bursaries and the funding of capital projects connected to Chelsea Academy.

#### **Grant making policy**

The Chelsea Academy opened in September 2009, and grants have been made having considered the merits of each individual request. The trustees have agreed that the following categories of grant application will be given priority:

- Projects that support the Christian ethos of the Academy;
- Projects that support and enhance the Academy's delivery of its core academic curriculum;
- Projects that support and enhance the Academy's ability to provide opportunities that develop students' skills in sport, music and the arts;
- Projects that give students sustainable and strategic life skills, e.g. leadership; problem-solving; research; networking; team-building; making presentations; public speaking; debating; etc. and
- Educational travel opportunities within and beyond the UK that would otherwise be difficult for students and their families to access.

#### **Reserves policy**

Reserves are maintained in line with policies and grants are not disbursed prior to receipt of funds. The charity held restricted funds of £140,023 (2019: £117,608) and unrestricted funds of £108,073 (2019: £13,161) at the year end.

#### **Investment policy**

Monies raised to date have been retained on deposit with the Foundation's bank.

## **CHELSEA ACADEMY FOUNDATION**

**Trustees' report for the year to 31 August 2020**

### **ACHIEVEMENTS AND PERFORMANCE**

#### **Review of the period and financial transactions**

The Foundation received voluntary income totalling £227,327 (2019: £85,957) which helped the Foundation to sustain its work with Chelsea Academy. The total spent from unrestricted funds on projects was £5,543 (2019: £3,756) and from restricted funds £69,457 (2019: £77,729).

### **FUNDRAISING**

The Foundation raises its funds mostly from grant applications from several grant giving bodies. It does not work with any commercial participators or professional fundraisers and abides by the Code of Fundraising Practice produced by the Fundraising Regulator. All fundraising is monitored by trustees.

### **FUTURE PLANS**

The trustees continue to review how they can best help generate income in a structured way. The income will continue to be derived from the following three separate sources :

- (a) gifts from donors, and any associated gift aid;
- (b) one major fundraising event per year; and
- (c) applications to other grant making trusts.

The Foundation will continue to support the development of the broadest learning experience possible for the students of the Academy and, in particular, to help ensure access for all regardless of the economic means of parents and carers of students.

On behalf of the trustees



Ms Susan Harris (Chair)

Approved by the trustees on:

4/3/21

## **CHELSEA ACADEMY FOUNDATION**

### **Independent examiner's report to the trustees of Chelsea Academy Foundation**

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 August 2020 which are set out on pages 7 to 12.

### **Responsibilities and basis of report**

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

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

### **Independent Examiner's Statement**

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

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

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

Brendan Sharkey FCA  
MHA MacIntyre Hudson  
Chartered Accountants  
6<sup>th</sup> Floor  
2 London Wall Place  
London  
EC2Y 5AU

Date:

# **CHELSEA ACADEMY FOUNDATION**

## **Statement of financial activities for the year to 31 August 2020**

				2020	2019
		Unrestricted Funds	Restricted Funds	Total Funds	Total Funds
	Note	£	£	£	£
<b>Incoming Resources</b>					
Fundraising		-	485	485	5,415
Voluntary income – donations		76,559	126,350	202,909	80,542
Gift aid received		23,896	37	23,933	-
Total incoming resources		100,455	126,872	227,327	85,957
<b>Resources Expended</b>					
Cost of generating funds	2	3,803	2	3,805	2,242
Governance costs	4	1,740	-	1,740	1,740
Grants	9	-	69,455	69,455	77,503
Total resources expended		5,543	69,457	75,000	81,485
Net gain/ (losses) on investment	5	-	(35,000)	(35,000)	-
Net (outgoing) incoming resources for the period		94,912	22,415	117,327	4,472
Funds balances brought forward					
at 1 September 2019	8	13,161	117,608	130,769	126,297
Funds balances carried forward at 31 August 2020		108,073	140,023	248,096	130,769

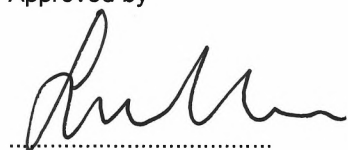


# CHELSEA ACADEMY FOUNDATION

		2020	2019
	Note	£	£
<b>Balance sheet at 31 August 2020</b>			
Investments	5	-	35,000
Cash at bank and on deposit		320,269	176,938
Debtors		-	72
<b>Creditors: amounts falling due within one year</b>	6	(72,173)	(81,241)
<b>Net current assets</b>		248,096	130,769
<b>Creditors: amounts falling due after one year</b>			-
<b>Total net assets</b>		248,096	130,769
Represented by:			
Funds and reserves			
- restricted funds	7	140,023	117,608
- unrestricted funds	8	108,073	13,161
<b>Total funds</b>		248,096	130,769

The Notes on pages 9 - 12 form part of these Financial Statements.

Approved by



Ms Susan Harris  
(Chair of Trustees)

Date: 4/3/21

## CHELSEA ACADEMY FOUNDATION

### Notes to the financial statements

#### 1 Accounting policies

##### Basis of accounting

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Chelsea Academy Foundation is an unincorporated charity and a public benefit entity. The presentation currency is pounds sterling, rounded to the nearest £1.

##### Incoming resources

Incoming resources are recognised in the period in which the Foundation is entitled to receipt and the amount can be measured with reasonable certainty.

##### Resources expended

Expenditure is included in the statement of financial activities when incurred and includes any attributable VAT which cannot be recovered.

Grants payable are charged in the year when the offer is made and are unconditional. Grants offered subject to conditions which have not been met at the year end are noted as a commitment but not accrued as expenditure.

##### Fund accounting

The unrestricted funds comprise those monies which are freely available for application towards achieving the charitable objects of the Foundation, and which may be applied at the discretion of the trustees. The restricted funds are monies raised for, and their use restricted to, a specific purpose or donations subject to donor imposed conditions.

##### Investments

Unlisted equity investments held for the long term are initially measured at cost. They are subsequently measured at fair value, unless fair value cannot be measured reliably, when they are measured at cost less impairment.

#### 2 Cost of generating funds

	2020	2019
	£	£
Professional fees	740	420
ICT	1,069	964
Other costs	1,996	858
Total cost of generating funds	3,805	2,242

### 3 Employees

There were no staff employed by the Foundation in either the current or previous year. No trustee received any remuneration from the Foundation in respect of their services during the year (2019: Nil). During the year no trustee received any out of pocket travelling expenses (2019: Nil).

<b>4 Governance costs</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Independent examination	1,740	1,740
	<hr/>	<hr/>
	1,740	1,740
	<hr/>	<hr/>

### 5 Investments

During the prior year, the charity invested £35,000 in an unlisted investment, Return to Teach Limited, a mixed motive investment made to further the charitable purposes of the charity and to generate a financial return.

On 4 August 2020, an application to dissolve Return to Teach Limited was submitted to Companies House and the company was formally dissolved on 27 October 2020. As such, our investment in Return to Teach Limited has been fully impaired and a net loss of £35,000 recognised.

<b>6 Creditors: amounts falling due within one year</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Expense creditors and accruals	1,740	1,740
Grants owing to Chelsea Academy	70,433	79,501
	<hr/>	<hr/>
	72,173	81,241
	<hr/>	<hr/>

## 7 Restricted funds

The income funds of the Foundation include restricted funds comprising the following unexpended balances held for restricted purposes:

	At 1 September 2019	Incoming resources	Resources expended	At 31 August 2020
	£	£	£	£
Garfield Weston	31,855	-	(22,059)	9,796
John Armitage Charitable Trust	15,118	35,000	(21,243)	28,875
John Lyon's Charity	12,184	14,000	(8,803)	17,381
Art Auction Fund	4,312	-	-	4,312
Art Auction Fund 2019	2,139	485	-	2,624
Anonymous	35,000	-	(35,000)	Nil
The Hedley Foundation	2,000	-	(2,000)	Nil
Sir John Cass's Foundation	15,000	15,000	(15,000)	15,000
South Kensington Estates	Nil	10,000	-	10,000
Sir Simon Robertson	Nil	50,000	-	50,000

	At 1 September 2019	Incoming resources	Resources expended	At 31 August 2020
	£	£	£	£
Variety Capital	Nil	1,000	-	1,000
Russell Reynolds	Nil	1,000	-	1,000
Anonymous	Nil	187	(152)	35
St Luke's & Christ Church	Nil	200	(200)	Nil
	117,608	126,872	(104,457)	140,023

#### Description of use of restricted funds

All of the restricted funds represent funds raised or donated for specific projects as noted above, where the donor has stated the purpose of the funds provided.

#### Notes to the financial statements (continued)

#### 8 Unrestricted funds

The income funds of the Foundation include unrestricted funds comprising the following unexpended balances:

	At 1 September 2019	Incoming resources	Resources expended	At 31 August 2020
	£	£	£	£
Unrestricted funds	13,161	100,455	(5,543)	108,073
	13,161	100,455	(5,543)	108,073

#### 9 Connected charity and related party

The students attending the Chelsea Academy are the main beneficiaries of the Chelsea Academy Foundation. Grants made in the year to Chelsea Academy totalled £69,455 (2019: £77,503) and £978 (2019: £1,998) was paid to Chelsea Academy in respect of expenses incurred. The balance due to Chelsea Academy at the year end was £70,433 (2019: £79,501).

