

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020
FOR
LEICESTER CATHEDRAL CHARITABLE TRUST

Duncan & Toplis Limited, Statutory Auditor
3 Princes Court
Royal Way
Loughborough
Leicestershire
LE11 5XR

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FOR THE YEAR ENDED 31 DECEMBER 2020

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LEICESTER CATHEDRAL CHARITABLE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees of the Leicester Cathedral Charitable Trust present their annual report for the year ended 31 December 2020 and confirm they comply with the requirements of the Charities Act 1993, as amended by the Charities Act 2006 and subsequently by the Charities Act 2011.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and the relevant version of the 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The object of the Charitable Incorporated Organisation (CIO) is, for the public benefit, to promote, aid and further the objects and work of the Church of England by supporting the work of the Chapter of the Cathedral Church of St Martin in Leicester including but not limited to:

- The provision of a fitting place of interment for the human remains of King Richard III of England and associated religious facilities and activities and the repair, maintenance and renewal of all such provisions and facilities; and
- The preservation, maintenance and development of the Cathedral Church of St Martin in Leicester generally.

Trustees induction and training

All current trustees are also trustees of other charitable organisations and well experienced in the nature of the role and legal responsibilities. New trustees will receive an induction, be made aware of the role of a trustee as laid down by the Charity Commission and, if appropriate, attend appropriate training and development seminars to help them develop their role.

Public benefit

The charity trustees have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers or duties.

LEICESTER CATHEDRAL CHARITABLE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

ACHIEVEMENT AND PERFORMANCE

Fundraising activities

The CIO fundraises primarily through institutions, trust and foundations together with event-based fundraising and individual donations. The CIO does not engage in cold-calling or street-based fundraising and all activities undertaken are directly monitored and controlled by the Trustees. It has not received any complaints in the year in connection with the propriety of its fundraising. The charity is aware of the need to protect potentially vulnerable donors and in the small number of cases where this is applicable it does so through their families.

The CIO has received funds totalling £345,476 from trusts, businesses and private individuals and made grants totalling £452,720 to the Chapter of Leicester Cathedral, principally to support to enable initial work to be undertaken in connection with the Leicester Cathedral Revealed Project.

Leicester Cathedral Revealed will restore our Grade II* Cathedral - built on a Roman site and dating back to the thirteenth century - to its Victorian and Arts & Crafts heritage. In doing this, we will be putting the whole building back into good order and making it sustainable for many generations to come.

Key works will include:

- Restoration and conservation of the stonework, windows and ceilings
- A new stone floor, level throughout, including energy-efficient underfloor heating

Leicester Cathedral Revealed will also create a striking new building alongside, where the Old Song School currently stands, which will protect the historic setting of the Cathedral and free up the sacred spaces for their original purpose.

Key features will include:

- An orientation area and exhibition gallery with immersive interpretation
- A flexible learning space for school children and community groups
- WCs, offices, lift and storage

The CIO continued fundraising for Leicester Cathedral Revealed. During 2020 we received support from many individuals and trusts. Amongst them were very sizeable gifts from the Lt Col John Dane Player Trust and also from the Edith Murphy Foundation and the Drapers Charitable Foundation. These large gifts build on significant generosity previously offered by the Samworth Foundation, Ian Mattioli MBE and also from Leicester City Football Club via the Vichai Srivaddhanaprabha Foundation and David Wilson CBE. A number of individual donors, who have already given to the project, are also making additional donations.

Amongst the work that has been made possible by the grants given by the CIO are the following:

- The development of the plans for Leicester Cathedral Revealed including a fundraising strategy leading to a successful bid to the Heritage Lottery Fund.

At Chapter on the 22 June 2021 following a £1.56m additional grant from the National Lottery Heritage Fund and £350k each from Leicester City Council and Leicestershire County Council approval was given to proceed with the project, with work due to start on site from the 2nd or 3rd week of August 2021.

FINANCIAL REVIEW

Financial position

At 31 December 2020 the unrestricted fund which provides the matched funding for the Richard III Interpretation project and other work in the Cathedral had a cash balance of £14,911 and an overall balance of £4,880.

The restricted fund had a cash balance of £3,684,367, and an overall balance of £3,619,355 made up of, £4,000 for the Chapel of Christ the King (an element of the Leicester Cathedral Revealed project) and £3,615,355 for Leicester Cathedral Revealed.

LEICESTER CATHEDRAL CHARITABLE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

FINANCIAL REVIEW

Reserves policy

The Trustees consider that an appropriate level of unrestricted reserves should be sufficient to cover any Governance Costs, around £5,000 but this will be reviewed in 2021 as the current balance is slightly below this amount.

Going concern

In early 2020 the coronavirus pandemic impacted the fundraising operation of the Trust. The levels of private giving and revenue grants have not yet declined, though these will be monitored, with further discussions with potential donors planned when circumstances allow. Several posts were part furloughed by the Cathedral, one of which was the Development Manager who assists the Trust with its fundraising and whose hours available to the Trust was reduced by 25%.

The Trustees consider that the Trust has sufficient reserves to continue to meet its charitable objectives.

FUTURE PLANS

The Trust will be vital in supporting Chapter as it develops Leicester Cathedral Revealed, with the objectives of financially supporting the build phase of the project from 2021 onwards. This will include addressing the final funding gap which stands at £277,525 having raised already approx. £12.4 million as at 30th June 2021. This will be the principal concern of the Trust during the year.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Leicester Cathedral Charitable Trust is a Charitable Incorporated Organisation (CIO) who's only voting members are its charity trustees.

It is governed by its Constitution dated 20th June 2013.

Organisational structure

The Charitable Trust works closely with Leicester Cathedral to achieve its aims and uses the staffing resources of the Cathedral to meet these. The trustees meet regularly to have oversight of its fundraising activities and annually to receive the report and accounts prepared by the Administrator. The day-to-day operation is carried out by the Cathedral staff and senior team, in close consultation with the Leicester Cathedral Revealed Project Board which meets monthly to oversee the expenditure of the project; the Trustees and the Cathedral Chapter receive updates at each of their meetings.

Risk management

The main purpose of the Trust is to raise money to enable the Chapter of Leicester Cathedral to achieve its purpose as described in the Objects of the Trust above. The Trustees are involved in fundraising activities with other staff from the Cathedral and in this way have direct input to the development of strategies and their implementation. The Trustees are acutely aware of their responsibilities with regard to the money raised and that it is only to be used for the purpose given. They have established controls to mitigate any risks in the treatment of funds.

It is the Chapter that would commission any expenditure and therefore any risk would fall to them. In making decisions to commit to work in the Cathedral the Chapter would need to be mindful of the need to ensure that funds exist either from the Charitable Trust or other sources.

Safeguarding

The Trust operates within the Safeguarding Policy and Procedures of Leicester Cathedral which is constructed using the Church of England National Safeguarding Policy and Procedures adapted to this local cathedral context.

Thanks

Finally, the Trust who like to record its thanks to Mrs Janet Arthur who has stepped down as a Trustee following service since the inception of the Trust.

LEICESTER CATHEDRAL CHARITABLE TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number
1152990

Principal address

Cathedral Office
St Martins House
7 Peacock Lane
Leicester
Leicestershire
LE1 5PZ

Trustees

The Very Reverend David Monteith- Dean of Leicester

Mrs Janet Arthur- Member of the College of Canons (Resigned 18.05.2021)

Mr Jonathan Kerry- Chief Executive and Diocesan Secretary for the Diocese of Leicester
Cathedral Administrator

Mrs Sara Burgess- Member of the College of Canons (Appointed 18.05.2021)

Auditors

Duncan & Toplis Limited, Statutory Auditor
3 Princes Court
Royal Way
Loughborough
Leicestershire
LE11 5XR

Solicitors

Revd T Kirkman MA (Cantab)
Latham and Co Solicitors
Charnwood House, 2 Forest Road
Loughborough
LE11 3NP

LEICESTER CATHEDRAL CHARITABLE TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020**

REFERENCE AND ADMINISTRATIVE DETAILS

Administrator

Trevor Peel

Financial Controller - Leicester Cathedral

Bankers

Barclays Bank plc

1 - 3 Haymarket Towers Branch

Humberstone Gate

LE1 1WA

Investment Managers

CCLA Investment Management Ltd

80 Cheapside

London

EC 2V 6DZ

Brewin Dolphin

First Floor, Waterfront House

Waterfront Plaza

35 Station Street

Nottingham

NG2 3DQ

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees 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).

The law applicable to charities in England & 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 Charities SORP 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in 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 Charities (Accounts and Reports) Regulations and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 22nd October 2021 and signed on its behalf by:



Very Rev D Monteith - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF LEICESTER CATHEDRAL CHARITABLE TRUST

Opinion

We have audited the financial statements of Leicester Cathedral Charitable Trust (the 'charity') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

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

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

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

Matters on which we are required to report by exception

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

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
LEICESTER CATHEDRAL CHARITABLE TRUST**

Responsibilities of trustees

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

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

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF LEICESTER CATHEDRAL CHARITABLE TRUST

Our responsibilities for the audit of the financial statements

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

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

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 have identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial experience, knowledge of the sector, a review of regulatory and legal correspondence and through discussions with Trustees and other key management obtained as part of the work required by auditing standards. We have also discussed with the Trustees and other key management the policies and procedures relating to compliance with laws and regulations. We communicated laws and regulations throughout the team and remained alert to any indications of non-compliance throughout the audit. The potential impact of different laws and regulations varies considerably.

Firstly, the charity is subject to laws and regulations that directly impact the financial statements (for example financial reporting legislation) and we have assessed the extent of compliance with such laws as part of our financial statements audit. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including risk of override of controls) and determined that the principal risks were related to management bias in judgemental areas of the financial statements such as income recognition, as well as the risk of inappropriate journal entries to manipulate reported surplus/deficit. Audit procedures performed by the engagement team included the identification and testing of unusual material nominal ledger entries and challenging management on key assumptions and judgements made in the preparation of the financial statements. We carried out detailed substantive tests on material income streams, including reviewing the supporting documentation used to determine the recognition ensuring it is consistent and recognised in the correct period, and agreeing the amounts of income physically received to the bank statements where applicable.

Secondly, the charity is subject to other laws and regulations where the consequence for non-compliance could have a material effect on the amounts or disclosures in the financial statements. We identified the following areas as those most likely to have such an effect: Written restrictions or designations imposed by grant providers or donors. Again, we have reviewed the supporting documentation for all material incomes received and assured ourselves that any written conditions have been adhered to as applicable. We note that given the nature of the charity, there are no specific laws and regulations governing the activities, aside from Companies Act 2006, Charities Act 2011, Charitable Incorporated Organisations (General) regulations 2012 and the applicable accounting standards.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other key management and inspection. This inspection included reading minutes of meetings of those charged with governance and discussing with both those charged with governance and the key management to confirm that to their knowledge they were not aware of any instances of non-compliance. Through these procedures, if we became aware of any non-compliance, we considered the impact on the procedures performed on the related financial statement items.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. The further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. As with any audit, there is a greater risk of non-detection of irregularities as these may involve collusion, intentional omissions of the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
LEICESTER CATHEDRAL CHARITABLE TRUST**

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

Use of our report

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

Duncan & Toplis Limited, Statutory Auditor
3 Princes Court
Royal Way
Loughborough
Leicestershire
LE11 5XR

Date:

LEICESTER CATHEDRAL CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	-	345,476	345,476	2,965,987
Charitable activities					
Trading income		-	-	-	216
Investment income	4	-	21,624	21,624	12,570
Total		-	367,100	367,100	2,978,773
EXPENDITURE ON					
Charitable activities	5				
Charitable giving		-	452,720	452,720	246,699
Other running costs		6,440	155	6,595	3,100
Total		6,440	452,875	459,315	249,799
NET INCOME/(EXPENDITURE)		(6,440)	(85,775)	(92,215)	2,728,974
RECONCILIATION OF FUNDS					
Total funds brought forward		11,320	3,705,130	3,716,450	987,476
TOTAL FUNDS CARRIED FORWARD		<u>4,880</u>	<u>3,619,355</u>	<u>3,624,235</u>	<u>3,716,450</u>

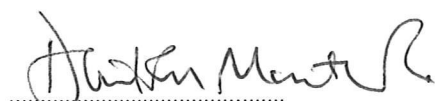
The notes form part of these financial statements

LEICESTER CATHEDRAL CHARITABLE TRUST

STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2020

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
CURRENT ASSETS					
Debtors	9	-	1,281	1,281	49,546
Cash at bank		14,911	3,684,367	3,699,278	3,674,178
		<u>14,911</u>	<u>3,685,648</u>	<u>3,700,559</u>	<u>3,723,724</u>
CREDITORS					
Amounts falling due within one year	10	(10,031)	(66,293)	(76,324)	(7,274)
		<u>4,880</u>	<u>3,619,355</u>	<u>3,624,235</u>	<u>3,716,450</u>
NET CURRENT ASSETS					
		<u>4,880</u>	<u>3,619,355</u>	<u>3,624,235</u>	<u>3,716,450</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>4,880</u>	<u>3,619,355</u>	<u>3,624,235</u>	<u>3,716,450</u>
NET ASSETS					
		<u>4,880</u>	<u>3,619,355</u>	<u>3,624,235</u>	<u>3,716,450</u>
FUNDS	11				
Unrestricted funds				4,880	11,320
Restricted funds				<u>3,619,355</u>	<u>3,705,130</u>
TOTAL FUNDS				<u>3,624,235</u>	<u>3,716,450</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 22nd October 2021 and were signed on its behalf by:



Very Rev D Monteith - Trustee

LEICESTER CATHEDRAL CHARITABLE TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	2019 £
Cash flows from operating activities			
Cash generated from operations	1	3,476	2,677,269
Net cash provided by operating activities		3,476	2,677,269
Cash flows from investing activities			
Interest received		21,624	12,570
Net cash provided by investing activities		21,624	12,570
Change in cash and cash equivalents in the reporting period		25,100	2,689,839
Cash and cash equivalents at the beginning of the reporting period		3,674,178	984,339
Cash and cash equivalents at the end of the reporting period		3,699,278	3,674,178

The notes form part of these financial statements

LEICESTER CATHEDRAL CHARITABLE TRUST

NOTES TO THE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

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

	2020 £	2019 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(92,215)	2,728,974
Adjustments for:		
Interest received	(21,624)	(12,570)
Decrease in debtors	44,091	14,982
Increase/(decrease) in creditors	73,224	(54,117)
Net cash provided by operations	<u>3,476</u>	<u>2,677,269</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.20 £	Cash flow £	At 31.12.20 £
Net cash			
Cash at bank	3,674,178	25,100	3,699,278
	<u>3,674,178</u>	<u>25,100</u>	<u>3,699,278</u>
Total	<u>3,674,178</u>	<u>25,100</u>	<u>3,699,278</u>

The notes form part of these financial statements

LEICESTER CATHEDRAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. GENERAL INFORMATION

Leicester Cathedral Charitable Trust is a Charitable Incorporated Organisation (CIO) registered in England and Wales, whose only voting members are its trustees. The charity's registered number is 1152990 and the Company registration number is CE000600. The principal address of the charity is St Martins House, 7 Peacock Lane, Leicester, LE1 5PZ.

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

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

The financial statements cover the individual entity.

The entity constitutes a public benefit entity as defined by FRS 102.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The accounts (financial statements) have been prepared in accordance with the relevant version of the 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) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the relevant version of the 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) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Income

Income is recognised when the Trust 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.

Income from the government and other grants, whether 'capital' grants or 'revenue' grants 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 and is not deferred.

For legacies, entitlement is taken as the earlier of the date on which either:

- The Trust is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made,
- or when a distribution is received from the estate.

Receipt of a legacy in whole or in part, is only considered probable when the amount can be measured reliably, and the Trust has been notified of the executor's intention to make a distribution. Where legacies have been notified to the Trust, or the Trust is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Grants received have been used to cover expenditure as required by the conditions of the grant.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

2. ACCOUNTING POLICIES - continued

Income

Interest receivable

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

Expenditure

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

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds are funds which are available for use at the discretion of the Trust in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trust for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Trust for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Financial Instruments

The Trust 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.

Going concern

The financial statements have been prepared on the going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements.

As noted in the trustees report, the trustees have paid due regard to the Covid-19 pandemic while considering the going concern of the charity.

LEICESTER CATHEDRAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

3. DONATIONS AND LEGACIES

	2020	2019
	£	£
Donations	41,662	1,482,749
Gift aid	9,988	233,576
Grants	293,826	1,249,662
	<u>345,476</u>	<u>2,965,987</u>

Upon review, the trustees and management decided to reclassify a number of transactions totalling £1,078,418 in the comparative year from donations to grants as it was decided retrospectively that this classification was more appropriate. Grants received in support of mission presented separately in the Statement of Financial Activities in the previous year's accounts of £109,238 and Listed Places of Worship Claims, also presented separately as other income in the Statement of Financial Activities in the previous year's accounts of £62,006 have too been represented as grants in the comparative year. These are presentational adjustments and have not affected the total income or funds of the charity.

Grants received, included in the above, are as follows:

	2020	2019
	£	£
Grants in support of mission	<u>293,826</u>	<u>1,249,662</u>

Included within grants is £53,118 (2019: £62,006) received from the Department for Culture, Media and Sport Listed Place of Worship Scheme (LPWS), and £NIL (2019: £28,418) received from Leicester City Council in respect of the Revealed Project, which are government grants as defined by the SORP.

4. INVESTMENT INCOME

	2020	2019
	£	£
Deposit account interest	<u>21,624</u>	<u>12,570</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs	Totals
	£	£	£
Charitable giving	452,720	-	452,720
Other running costs	155	6,440	6,595
	<u>452,875</u>	<u>6,440</u>	<u>459,315</u>

LEICESTER CATHEDRAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

6. AUDITORS' REMUNERATION

	2020	2019
	£	£
Fees payable to the charity's auditors for the audit of the charity's financial statements	4,340	2,500
Preparation of the financial statements	2,100	-
	<u>6,440</u>	<u>2,500</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Employees

Excluding trustees, there were no employees for the charity during the current or prior year. As the charity does not employ staff there were no staff or key management remuneration costs.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	-	2,965,987	2,965,987
Charitable activities			
Trading income	-	216	216
Investment income	-	12,570	12,570
Total	-	2,978,773	2,978,773
EXPENDITURE ON			
Charitable activities			
Charitable giving	-	246,699	246,699
Other running costs	3,100	-	3,100
Total	3,100	246,699	249,799
NET INCOME/(EXPENDITURE)	(3,100)	2,732,074	2,728,974
RECONCILIATION OF FUNDS			
Total funds brought forward	14,420	973,056	987,476
TOTAL FUNDS CARRIED FORWARD	<u>11,320</u>	<u>3,705,130</u>	<u>3,716,450</u>

LEICESTER CATHEDRAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Amounts owed by parent	-	49,058
Accrued income	1,281	488
	<u>1,281</u>	<u>49,546</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Amounts owed to parent	70,024	4,174
Other creditors	6,300	3,100
	<u>76,324</u>	<u>7,274</u>

11. MOVEMENT IN FUNDS

	At 1.1.20	Net movement	At
	£	in funds	31.12.20
		£	£
Unrestricted funds			
General fund	11,320	(6,440)	4,880
Restricted funds			
Chapel of Christ the King	4,000	-	4,000
Revealed	3,701,130	(85,775)	3,615,355
	<u>3,705,130</u>	<u>(85,775)</u>	<u>3,619,355</u>
TOTAL FUNDS	<u>3,716,450</u>	<u>(92,215)</u>	<u>3,624,235</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	-	(6,440)	(6,440)
Restricted funds			
Revealed	367,100	(452,875)	(85,775)
	<u>367,100</u>	<u>(459,315)</u>	<u>(92,215)</u>
TOTAL FUNDS	<u>367,100</u>	<u>(459,315)</u>	<u>(92,215)</u>

LEICESTER CATHEDRAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2020

11. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	14,420	(3,100)	11,320
Restricted funds			
Chapel of Christ the King	4,000	-	4,000
Revealed	969,056	2,732,074	3,701,130
	<u>973,056</u>	<u>2,732,074</u>	<u>3,705,130</u>
TOTAL FUNDS	<u>987,476</u>	<u>2,728,974</u>	<u>3,716,450</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	-	(3,100)	(3,100)
Restricted funds			
Revealed	2,978,773	(246,699)	2,732,074
	<u>2,978,773</u>	<u>(249,799)</u>	<u>2,728,974</u>
TOTAL FUNDS	<u>2,978,773</u>	<u>(249,799)</u>	<u>2,728,974</u>

Chapel of Christ the King

A fund established to allow works to be carried out in the Chapel.

Leicester Cathedral Revealed

This fund has been established to financially support the reordering project for Leicester Cathedral.

12. RELATED PARTY DISCLOSURES

During the year ended the Trust made Grants of £452,720 (2019 - £246,699) to Leicester Cathedral in order to enable it to make payments in relation to work on reordering the Cathedral. At the end of the year the Trust owed Leicester Cathedral a net total of £70,024 (2019 - Nil). At the end of the year Leicester Cathedral owed the Trust a net total of £Nil (2019 - £44,884).

The Charitable Trust is vital in supporting the work of the Cathedral Chapter and particularly in relation to the Leicester Cathedral Revealed Project.

The trustees of the Charitable Trust are nominated by Leicester Cathedral. The results of the Leicester Cathedral Charitable Trust have, therefore, been included in the consolidated results of Leicester Cathedral.

LEICESTER CATHEDRAL CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

13. ULTIMATE CONTROLLING PARTY

The charity is controlled by its ultimate parent, Leicester Cathedral. Copies of the consolidated accounts can be obtained from the Cathedral office: St Martin's House, 7 Peacock Lane, Leicester, LE1 5PZ.

The object of the ultimate parent is being a centre of worship and mission for the advancement of the Christian religion in accordance with the precepts of the Church of England.

The Cathedral works towards these aims with the services and events they hold at the Cathedral and in the wider community.

The parent can exercise control via its common trustees.

LEICESTER CATHEDRAL CHARITABLE TRUST

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 £	2019 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	41,662	1,482,749
Gift aid	9,988	233,576
Grants	293,826	1,249,662
	<hr/>	<hr/>
	345,476	2,965,987
Investment income		
Deposit account interest	21,624	12,570
Charitable activities		
Trading and fundraising income	-	216
	<hr/>	<hr/>
Total incoming resources	367,100	2,978,773
EXPENDITURE		
Charitable activities		
Charitable Giving	452,720	246,699
Sundries	155	600
	<hr/>	<hr/>
	452,875	247,299
Support costs		
Governance costs		
Auditors' remuneration	4,340	2,500
Auditors' remuneration for non audit work	2,100	-
	<hr/>	<hr/>
	6,440	2,500
	<hr/>	<hr/>
Total resources expended	459,315	249,799
	<hr/>	<hr/>
Net (expenditure)/income	(92,215)	2,728,974
	<hr/>	<hr/>

This page does not form part of the statutory financial statements