

Charity number: 228590

THE KERRISON TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2023

THE KERRISON TRUST

CONTENTS

	Pages
Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Chairman's Statement	2 - 3
Trustees' Report	4 - 7
Independent Auditor's Report on the Financial Statements	8 - 11
Statement of Financial Activities	12
Balance Sheet	13
Notes to the Financial Statements	14 - 24

THE KERRISON TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 30 APRIL 2023

Trustees	Simon Bird, Chair Janie Spring, Trustee Diane Cook, Trustee Sara Michell, Trustee Anthony Holliday, Trustee Jacqueline Forsyth, Trustee David Goodin, Trustee (appointed 1 July 2022)
Charity registered number	228590
Principal office	1 St James Court Whitefriars Norwich NR3 1RU
Website	www.kerrison.org.uk
Independent auditor	SB Audit LLP Chartered Accountants Fitzroy House Crown Street Ipswich Suffolk IP1 3LG
Solicitors	Mills and Reeve 1 St James Court Whitefriars Norwich NR3 1RU
Investment manager	Rathbone Investment Management Ltd 8 Finsbury Circus London EC2M 7AZ

THE KERRISON TRUST

CHAIRMAN'S STATEMENT FOR THE YEAR ENDED 30 APRIL 2023

The Chairman presents his statement for the year ended 30 April 2023.

With the COVID pandemic and its associated restrictions now behind us, the Trustees were able during the year to resume a programme of visits, both to those bodies to which it has provided support and to those who have applied for grants. As examples of our visits, the Trustees have visited Thorndon Primary School, Downham Market Academy and The Mix, Stowmarket. At Thorndon Primary School, the Trustees were able to observe for themselves the benefits of the laptops for pupils which the Trust had previously funded. At Downham Market Academy, they learnt of the success of the pupil mentoring scheme, which the Trust's funding enabled to be established, and how it was keeping young people in mainstream education. At the Mix, Stowmarket, Trustees witnessed the good work being done to enable young people to thrive and grow.

Through this active engagement we have been able to witness on the ground the "long tail" of COVID and the demands that it has placed on those in need of support and also those who provide that support. We have been impressed by the resilience of those we have supported and how they have risen to the challenges which they have had to face, showing both flexibility and innovation in order to continue to deliver care and support. Not only has there been a need to find different ways of delivering support programmes, but new needs requiring different responses have also been identified.

Within this context, the Trust's work remains vitally important, as demonstrated by the number of grant applications received over the year and the wide range of bodies and individuals from whom we have received requests for assistance. Supported by the launch of our new website, with its ability to apply online for grant funding, the Trust has seen an increased level of request for help and this year the Trustees considered some 27 grant applications. The new website has been invaluable in both encouraging applications for our help but also in ensuring, to the extent possible, that those applications we receive fall within the charitable objects of the Trust.

The Trustees' Report contains details of the eleven grants made in the year. In the past year, grants totalling £70,668 were made to bodies and individuals across Suffolk and Norfolk. Reflective of the wide variety of care needs of those in need of support, examples of the Trust's grant funding over the year include support for the Youth Work Project provided by The Mix, Stowmarket, funding to enable pupils of SENDAT Bury St Edmunds to attend courses at The Wood Monkey Project to learn wood working skills and support for the Future Female Society in Ipswich which uses media to build confidence and aspiration in young women aged 12-19. In addition to support for bodies providing support and care, the Trust has also made grants to a number of individuals who have applied for its support for purposes within the Trust's objects.

The Trustees have resumed their previously normal policy that, once the principle of making grant is approved, a new applicant is visited by two trustees to better understand the work being done on the ground, with a report then made to the Board of Trustees for final decision. Applicants for grants have, where necessary, been asked to supplement their applications with additional information to enable the Trustees to be able to undertake due diligence. We continue to require in all cases regular updates from each grantee on how the grant has been deployed and the benefits which it has delivered. The results are then monitored and taken into account in our future funding decisions.

The greater part of the Trust's income is derived from ownership of land at Thorndon in Suffolk. The Trustees have an approved Property Strategy in place for the continued renovation and improvement to its let residential properties in order to maximise the rental return. The Board's policy continues to be to agree available grant funding in each year equivalent to the net rental income derived from its rental properties (allowing for annual repairs). Capital improvements and development expenses are charged against capital. We continue to maintain significant reserves in order to guard against any lean periods or unforeseen external events as well as to provide a prudent level of flexibility. The Trustees keep the extent of the reserves under review.

THE KERRISON TRUST

CHAIRMAN'S STATEMENT (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2023

Following marketing undertaken by Lacy Scott and Knight, on 24 August 2022 the sale for residential development of the eastern section of the former reformatory school campus, including the Principal's House site to Burgess Homes was completed. The sale proceeds have been invested and will further strengthen the Trust's ability to provide a secure grant funding stream for the future. With the sale of the Principal's House site, the Trust no longer has office premises at Thorndon and it has been agreed with the Clerk that she will work permanently from home.

At their July 2022 meeting, the Trustees elected His Honour Judge David Goodin to the Board and it once again has its full complement of Trustees. I want to thank my fellow Trustees and the Clerk, Lua Leggett for their contributions to the work of the Trust. My particular thanks go to Diane Cook and David Goodin. Diane Cook continues to ensure that the Trustees are equipped with the best financial information necessary to inform its grant funding decisions, whilst David Goodin has taken on the property management oversight.

With the continuing widespread effects of the cost of living crisis, the challenges facing all those we assist look likely to increase. The Trustees' aim is to remain proactive in identifying those who appear likely to benefit from the Trust's assistance. Our aim remains to give young people the chance to realise potential which might otherwise be denied them.

DS Cook

Diane Cook - Trustee

Date: *2023.10.13*

THE KERRISON TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30 APRIL 2023

The Trustees present their Annual Report together with the audited financial statements of The Kerrison Trust (the "Charity" or the "Trust") for the year ended 30 April 2023.

Objectives and activities

a. Legal status and objectives

The Kerrison Reformatory School for Suffolk was established under an indenture dated 10 June 1887, whereby Lady Caroline Margaret Kerrison conveyed Pool House Farm into trust. Its purpose was to provide facilities for the accommodation, care, vocational training and education of youthful offenders. In February 1997, the Trust adopted new objectives and changed its name to The Kerrison Trust. The new objectives are:

1. The relief of children and young persons in the counties of Norfolk and Suffolk in need of care by provision of housing, counselling and by such other means as the Trustees think fit; and
2. In or towards the advancement of the education and training of children and young persons qualified as aforesaid.

There has been no change in these objectives during the year and the Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and setting the grant making policy for the year.

Achievements and performance

a. Review of activities

Lacy Scott and Knight, land agents, continue to manage the whole estate at Thorndon on behalf of the Trustees.

Mid Suffolk District Council has granted outline planning permission to build on a further part of its land known as the North Site. Initial work commenced during the summer of 2011.

On 11 December 2019 the Trust was granted Outline Planning Consent for 20 dwellings to be constructed on the Principal's House Site. This comprises substantially the land currently occupied by Settles House; the former Gym building; Principal's House and an area previously used as a car park by the former Kelly House Conference Centre. During the year the Trustees completed the sale of the Principal's House Site.

b. Grants paid

Grants payable in the year were made in order to achieve the objectives of the Trust, as listed under legal status and objectives.

During the year, grants amounting to £70,668 (2022 - £97,179) were paid. This has been analysed in note 8 of the financial statements.

THE KERRISON TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2023

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to meet its liabilities as they fall due and continue in operational existence for the foreseeable future, being a period of at least 12 months from the date of approval of these financial statements. For this reason, the Trustees continue to adopt the going concern basis in preparing the financial statements.

b. Reserves policy

It is the policy of the Trust to maintain unrestricted funds, which are free reserves of the Trust to protect against a decline or interruption of future sources of income. The Trustees are wholly satisfied that they have reserves that would sustain their activities over a considerable period of time.

As at 30 April 2023 unrestricted reserves of the Trust amounted to £6,565,444 (2022 - £7,172,219). The Trust has no designated funds or restricted funds.

Incoming resources during the year amounted to £185,535 (2022 - £160,994) Total expenditure in the year amounted to £196,355 (2022 - £246,232) giving a net expenditure before investment gains and losses for the year of £10,820 (2022 - net expenditure of £85,238).

c. Material investments policy

The Trustees have opted for a Medium Risk portfolio, which may include fixed interest stocks, all UK and overseas equities that are quoted on the London Stock Exchange, International Retail Service Lists, and all investment trusts and unit trusts. Rathbone Investment Management Ltd has designed the Trust's portfolio with emphasis on achieving a balanced return i.e. a mixture of income and capital growth.

Structure, governance and management

a. Method of appointment or election of Trustees

Trustees are appointed by the existing Board of Trustees and serve for a period of three years after which period they may put themselves forward for re-appointment. The Trust Deed provides for a minimum of three Trustees to a maximum of seven Trustees. The deed requires that one Trustee is a representative of the Henniker family with the other Trustees being co-opted.

b. Risk Management

The major risks, to which The Kerrison Trust is exposed, as identified by the Board of Trustees, have been reviewed and systems have been established to minimise and mitigate those risks. The Trust's current Risk Management policy was formally ratified by the Board on 7 July 2006, and has been reviewed regularly since then; the current document was ratified by the Trustees in October 2022.

THE KERRISON TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2023

Structure, governance and management (continued)

c. The Trustees

The Trustees who served the Trust during the year and to the date of this report, except as stated otherwise, were as follows:

Janie Spring
Diane Cook
Sara Michell
Anthony Holliday
Simon Bird Chairman
Jacqueline Forsyth
David Goodin (appointed 1 July 2022)

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' 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 its incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and 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 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.

Disclosure of information to auditor

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the Charity's auditor is unaware; and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the Charity's auditor is aware of that information.

THE KERRISON TRUST

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 APRIL 2023**

Auditor

The auditor, Scrutton Bland LLP, transferred part of their business to a newly incorporated limited liability partnership, SB Audit LLP, on 1 April 2023. Accordingly, Scrutton Bland LLP formally resigned as the Charity's auditor with the Trustees duly appointing SB Audit LLP to fill the vacancy arising.

The auditor, SB Audit LLP, has indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditor at a meeting of the Trustees.

Approved by order of the members of the Board of Trustees and signed on their behalf by:

DS Cook

Diane Cook
(Trustee)

Date: 2023.10.13

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE KERRISON TRUST

Opinion

We have audited the financial statements of The Kerrison Trust (the 'Charity') for the year ended 30 April 2023 which comprise of the Statement of Financial Activities, the Balance Sheet, and the related notes, 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards 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.

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.

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 30 April 2023 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 United Kingdom, including the Financial Reporting Council'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.

THE KERRISON TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE KERRISON TRUST (CONTINUED)

Other information

The other information comprises the information included in the Trustees' Report other than the financial statements and our Auditor's Report thereon. The Trustees are responsible for the other information contained within the Trustees' 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.

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 Trustees' Report 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.

Responsibilities of the Trustees

As explained more fully in the Trustees' Responsibilities Statement, 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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE KERRISON TRUST (CONTINUED)

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 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 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.

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

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial experience and through discussions and enquiries of the Trustees and management. During the engagement team briefing, the outcomes of these discussions were shared with the team, as well as consideration as to where and how fraud may occur in the Charity.

The following laws and regulations were identified as being of significance to the Charity:

- Those laws and regulations considered to have a direct effect on the financial statements including UK financial reporting standards, taxation regulations and the Charities Act 2011; and
- The Charity is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. We identified the following areas as those most likely to have such an effect: housing act, employment law and GDPR compliance.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: enquiries of management and those charged with governance as to whether the Charity complies with such regulations; enquiries of management and those charged with governance concerning any actual or potential litigation or claims, inspection of relevant legal documentation, review of Board minutes, testing the appropriateness of entries in the nominal ledger, including journal entries and the performance of analytical procedures to identify any unexpected movements in account balances which may be indicative of fraud.

The likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

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 Auditor's Report.

THE KERRISON TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE KERRISON TRUST (CONTINUED)

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 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 Charity and its Trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

SB Audit LLP

SB Audit LLP

Chartered Accountants

Statutory Auditor

Fitzroy House

Crown Street

Ipswich

Suffolk

IP1 3LG

Date: *19/10/23*

SB Audit LLP are eligible to act as auditor in terms of section 1212 of the Companies Act 2006.

THE KERRISON TRUST

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 APRIL 2023

	Notes	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income from:				
Investments	3	182,757	182,757	155,244
Other income	4	2,778	2,778	5,750
Total income		185,535	185,535	160,994
Expenditure on:				
Raising funds	5	86,302	86,302	109,160
Charitable activities		110,053	110,053	137,072
Total expenditure		196,355	196,355	246,232
Net expenditure before net (losses)/gains on investments and investment properties		(10,820)	(10,820)	(85,238)
Net (losses)/gains on investments and investment properties		(595,955)	(595,955)	250,845
Net movement in funds		(606,775)	(606,775)	165,607
Reconciliation of funds:				
Total funds brought forward	16	7,172,219	7,172,219	7,006,612
Net movement in funds	16	(606,775)	(606,775)	165,607
Total funds carried forward	16	6,565,444	6,565,444	7,172,219

The Statement of Financial Activities includes all gains and losses recognised in the current and preceding years.

The notes on pages 14 to 24 form part of these financial statements.

THE KERRISON TRUST

**BALANCE SHEET
AS AT 30 APRIL 2023**

	Notes	2023 £	2022 £
Fixed assets			
Tangible assets	10	998	998
Investments	12	976,139	757,802
Investment properties	11	4,943,000	5,338,044
		<u>5,920,137</u>	<u>6,096,844</u>
Current assets			
Debtors	13	114,387	-
Investments	14	275,000	1,011,028
Cash at bank and in hand		261,160	69,167
		<u>650,547</u>	<u>1,080,195</u>
Creditors: amounts falling due within one year	15	(5,240)	(4,820)
Net current assets		<u>645,307</u>	<u>1,075,375</u>
Total assets less current liabilities being net assets		<u><u>6,565,444</u></u>	<u><u>7,172,219</u></u>
Charity funds			
Restricted funds	16	-	-
Unrestricted funds	16	6,565,444	7,172,219
Total funds		<u><u>6,565,444</u></u>	<u><u>7,172,219</u></u>

The financial statements were approved and authorised for issue by the Board of Trustees and signed on their behalf by:

DS Cook

Diane Cook
(Trustee)

Date: *2023.10.13*

The notes on pages 14 to 24 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2023**

1. Accounting policies

1.1 Basis of preparation of financial statements

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) (Second Edition)' 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 Practice as it applies from 1 January 2015.

The 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 '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) (Second Edition)' rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Kerrison Trust (the 'Charity') meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Charity is exempt from presenting a Statement of Cash Flows as it qualifies as a small charity in accordance with the Charities SoRP (FRS 102).

1.2 Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to meet its liabilities as they fall due and continue in operational existence for the foreseeable future, being a period of at least 12 months from the date of approval of these financial statements. For this reason, the Trustees continue to adopt the going concern basis in preparing the financial statements.

1.3 Income

Property Rental Income

The income property rentals represent income from the Charity's investment properties and is recognised in the Statement of Financial Activities when it is receivable. Any rental income relating to future periods is deferred.

Investment Income

Interest on bank accounts is included in the Statement of Financial Activities as it becomes receivable.

Voluntary Income

Donated assets and gifts in kind are included at valuation at date of receipt.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2023

1. Accounting policies (continued)

1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Charity to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Charitable activities and Governance costs are costs incurred on the Charity's operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

All expenditure is inclusive of irrecoverable VAT.

1.5 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.

1.6 Taxation

The Kerrison Trust is a charity within the meaning of the Charities Act 1993 and 2006 and as such is a charity within the meaning of Part 11, Corporation Tax Act 2010. Accordingly, The Kerrison Trust is potentially exempt from taxation in respect of income or gains received within categories covered by Part 11, Corporation Tax Act 2010 or Section 256 of the Chargeable Gains Act 1992 to the extent that such income or gains are applied exclusively to its charitable purpose.

1.7 Tangible fixed assets and depreciation

All assets costing more than £500 are capitalised.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of Financial Activities.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures and fittings	-	20% reducing balance
-----------------------	---	----------------------

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2023**

1. Accounting policies (continued)

1.8 Investments

Listed investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading '(Losses)/gains on investments' in the Statement of Financial Activities.

Investment property is included at market value. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading '(Losses)/gains on investments' in the Statement of Financial Activities.

Current asset investments are represented by cash on deposit with a maturity of less than one year and investment properties which are held for resale these are included in current asset investments.

1.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.10 Cash at bank and in hand

Cash at bank and 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.

1.11 Liabilities and Provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.12 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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.13 Fund Accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2023

2. Critical accounting estimates and areas of judgment

The preparation of the financial statements requires the Trustees to make judgments, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date, and the amounts reported for income and expenditure during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year are mentioned below:

Valuation of investment properties

Investment properties are valued annually by the Trustees using valuations provided by Lacy, Scott and Knight, an independent firm of Chartered Surveyors.

3. Investment Income

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
UK investment property rental income	161,608	161,608	138,241
UK quoted investments income	19,244	19,244	15,767
Interest received	1,905	1,905	1,236
Total 2023	182,757	182,757	155,244
Total 2022	155,244	155,244	

4. Other Incoming Resources

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Recharged utility costs	2,778	2,778	5,750
Total 2022	5,750	5,750	

THE KERRISON TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2023

5. Investment and Property Management Costs

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Site development costs	-	-	801
Property professional fees	42,846	42,846	58,053
Security costs	3,265	3,265	7,830
Empty property costs	4,223	4,223	19,651
General site maintenance	31,949	31,949	40,843
Utilities	2,332	2,332	(19,572)
Farmland expenses	-	-	(31)
Investment management fees	1,687	1,687	1,585
Total 2023	86,302	86,302	109,160
Total 2022	109,160	109,160	

6. Analysis of Expenditure on Charitable Activities

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Insurance and office costs	17,034	17,034	15,496
Grants payable (see note 8)	70,668	70,668	97,179
Wages and salaries (see note 9)	10,746	10,746	11,482
Governance costs (see note 7)	11,605	11,605	12,915
Total 2023	110,053	110,053	137,072
Total 2022	137,072	137,072	

THE KERRISON TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2023

7. Governance Costs

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Auditor's remuneration for the audit of the Charity's financial statements	6,887	6,887	5,244
Office costs	3,269	3,269	5,032
Accountancy costs	1,449	1,449	2,639
Total 2023	11,605	11,605	12,915
Total 2022	12,915	12,915	

THE KERRISON TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2023**

8. Analysis of Grants

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Open Road Training	-	-	5,000
Eyes Open CIC	-	-	5,945
Greener Growth	-	-	3,300
Thorndon Primary School	-	-	1,900
Eye Saints Football Club	-	-	1,000
SENDAT	28,635	28,635	22,220
Friends of Thorndon School	2,000	2,000	5,400
Kids Out UK	-	-	6,940
Level 2 Youth Project	-	-	13,224
UEA-Make It Count Project	-	-	10,000
Smallpiece Trust	-	-	8,250
The Mix Stowmarket	7,000	7,000	7,000
Downham Market Academy	3,455	3,455	5,000
Sophie Raynham	-	-	750
Shane Davenport	-	-	750
WD Evans	-	-	500
Future Female Society	10,000	10,000	-
Spinning Wheel Theatre	1,000	1,000	-
ENYP	3,000	3,000	-
Norfolk Scouts	1,250	1,250	-
Suffolk Scouts	750	750	-
Young People Taking Action	5,000	5,000	-
EP Youth Limited	8,578	8,578	-
Total 2023	<u>70,668</u>	<u>70,668</u>	<u>97,179</u>
Total 2022	<u>97,179</u>	<u>97,179</u>	

THE KERRISON TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2023

9. Staff Costs

	2023 £	2022 £
Wages and salaries	10,746	11,482

The average number of persons employed by the Charity during the year was as follows:

	2023 No.	2022 No.
Administration	1	1

The employee did not receive remuneration amounting to more than £60,000 in either year.

10. Tangible Fixed Assets

	Fixtures and fittings £
Cost	
At 1 May 2022	3,057
At 30 April 2023	3,057
Depreciation	
At 1 May 2022	2,059
At 30 April 2023	2,059
Net book value	
At 30 April 2023	998
At 30 April 2022	998

THE KERRISON TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2023

11. Investment Properties

	Freehold investment properties £
Valuation	
At 1 May 2022	5,338,044
Additions	231,018
Revaluations	(626,062)
At 30 April 2023	<u>4,943,000</u>

The investment properties were valued based upon a desktop valuation undertaken by Lacy Scott & Knight, Chartered Surveyors, on 30 April 2023.

12. Fixed Asset Investments

	Listed investments £
Valuation	
At 1 May 2022	757,802
Additions	254,074
Disposals	(176)
Revaluations	(35,561)
At 30 April 2023	<u>976,139</u>
Net book value	
At 30 April 2023	<u>976,139</u>
At 30 April 2022	<u>757,802</u>

13. Debtors

	2023 £	2022 £
Due within one year		
Other debtors	<u>114,387</u>	<u>-</u>

THE KERRISON TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2023**

14. Current Asset Investments

	2023 £	2022 £
Investment properties	275,000	854,000
Unlisted investments	-	157,028
	<u>275,000</u>	<u>1,011,028</u>

During the year the Charity sold the Principal's House site for a profit on disposal of £90,668. The remaining investment property was valued at 30 April 2023 based upon a desktop valuation undertaken by Lacy Scott & Knight, Chartered Surveyors and resulted in a decrease in its valuation of £25,000.

15. Creditors: Amounts Falling Due Within One Year

	2023 £	2022 £
Accruals and deferred income	<u>5,240</u>	<u>4,820</u>

16. Statement of Funds**Statement of Funds - Current Year**

	Balance at 1 May 2022 £	Income £	Expenditure £	(Losses) £	Balance at 30 April 2023 £
Unrestricted funds					
General Funds - all funds	<u>7,172,219</u>	<u>185,535</u>	<u>(196,355)</u>	<u>(595,955)</u>	<u>6,565,444</u>

Statement of Funds - Prior Year

	Balance at 1 May 2021 £	Income £	Expenditure £	Gains £	Balance at 30 April 2022 £
Unrestricted funds					
General Funds - all funds	<u>7,006,612</u>	<u>160,994</u>	<u>(246,232)</u>	<u>250,845</u>	<u>7,172,219</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2023

17. Analysis of Net Assets Between Funds

Analysis of Net Assets Between Funds - Current Year

	Unrestricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	998	998
Fixed asset investments	976,139	976,139
Investment properties	4,943,000	4,943,000
Current assets	650,547	650,547
Creditors due within one year	(5,240)	(5,240)
Total	6,565,444	6,565,444

Analysis of Net Assets Between Funds - Prior Year

	Unrestricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	998	998
Fixed asset investments	757,802	757,802
Investment properties	5,338,044	5,338,044
Current assets	1,080,195	1,080,195
Creditors due within one year	(4,820)	(4,820)
Total	7,172,219	7,172,219

18. Related Party Transactions

The key management personnel of the Charity comprises only of the Trustees.

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

There were no other related party transactions during the year (2022 - £Nil).