KELSICK'S EDUCATIONAL FOUNDATION

England & Wales · Charity number 526956

Details

Status	Registered
Legal form	Other
Registered	1965-12-09
Register	View on the Charity Commission register

Contact

Address	Kelsick's Educational Foundation The Kelsick Centre St. Marys Lane Ambleside LA22 9DG
Phone	01539431289
Email	clerk@kelsick.org.uk
Website	www.kelsick.org.uk

Activities

Objects: 1)THE PROVISION OF SPECIAL BENEFITS, OF ANY KIND NOT NORMALLY PROVIDED BY THE LOCAL EDUCATION AUTHORITY, FOR ANY VOLUNTARY SCHOOLS AND ACADEMIES THAT WERE FORMERLY VOLUNTARY SCHOOLS SERVING THE AREA OF BENEFIT, WITH PREFERENCE BEING GIVEN TO VOLUNTARY SCHOOLS AND ACADEMIES THAT WERE FORMERLY VOLUNTARY SCHOOLS WITHIN AMBLESIDE2)IN PROMOTING THE EDUCATION (INCLUDING SOCIAL AND PHYSICAL TRAINING) OF PERSONS UNDER THE AGE OF 25 WHO ARE RESIDENT IN THE AREA OF BENEFIT AND ARE IN NEED OF FINANCIAL ASSISTANCE.3) ANY SURPLUS INCOME MAY BE APPLIED FOR THE ABOVE OBJECTS IN PATTERDALE WARD AND FORMER COUNTY OF WESTMORELAND.

Activities: To provide grants for educational needs to young people under 25 and resident in the Lakes Parish, and to the voluntary schools (and to academies that were formerly voluntary schools) in the Lakes Parish. Grants may also be given to groups or organisations where the members satisfy the age and residence requirements. Considerable aid is given to young people with special needs.

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Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Buildings/facilities/open Space
- **What:** Education/training
- **Who:** Children/young People, People With Disabilities, Other Defined Groups

Geography

- **Area of benefit:** LAKES PARISH
- Cumbria

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£448,969	£527,050	-	-
2024-03-31	£411,338	£408,717	-	-
2023-03-31	£406,341	£481,624	-	-
2022-03-31	£407,536	£382,351	-	-
2021-03-31	£387,390	£381,641	-	-

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Trustees

Name	Role	Appointed
NICHOLAS CHARLES MARTIN	Chair	
ANGELA JANE RENOUF		
Christopher Shepherd		2024-11-21
Dr Paul John Davies		2017-08-17
John Cunningham		2019-05-16
LESLIE JOHNSON		
Mark Blackburn		2010-09-30
Mark Duncan Lawton		2026-02-19
Michael Andrew Fearon		2025-02-20
Paul Bentley Edmondson		2017-05-11
Rev Andrew Paul Smith		2023-11-16
Rose Linda Tebay		2024-02-15
William Martin James Clark		2017-11-26

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KELSICK'S EDUCATIONAL FOUNDATION

England & Wales - Charity number 526956

Accounts

Charity Number **526956**

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Report and Financial Statements
For the year ended 31 March 2025

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Report and Financial Statements
For the year ended 31 March 2025

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KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Annual Report
For the year ended 31 March 2025

The Trustees present their report together with the audited financial statements of the charity for the year ended 31 March 2025. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Charity.

REFERENCE AND ADMINISTRATIVE DETAILS

The registered name of the Charity is Kelsick's Educational Foundation. The registered charity number is 526956.

Trustees who served during the year and those who were Trustees at the date of this report are as follows:

Nominated

By Lakes Parish Council (Term of 4 years)
Mr N Martin (Chairman)
(Vice Chairman) vacant
Mr L Johnson
Mr Christopher Shepherd (appointed November 2024)

Co-opted (Term of 5 years)
Mr N Hutchinson
Mrs A J Renouf
Mr P B Edmondson
Dr P Davies
Mr J Cunningham (re-appointed June 2024)
Mrs L Britnell (appointed February 2024)
Mr M Blackburn (reappointed as a co-opted trustee from November 2024)
Mr M Fearon (appointed February 2025)

By Westmorland and Furness Council (Term of 4 years)
Mr W Clark

Ex officio (Vicar of Ambleside)

Revd. A Smith

By University of Cumbria (Term 4 years)
Vacant

Clerk to Trustees and Kelsick Centre Manager
Mr M Seaton

Principal Office
Kelsick Centre
St Mary's Lane
Ambleside LA22 9DG

Property Consultants
Matthews Benjamin
Windermere Office
Ellerthwaite Square
Windermere LA23 1DU

Bankers
Barclays Bank PLC
Crescent Road
Windermere LA23 1EA

Auditors
Xeinadin Audit Limited
100 Barbirolli Square
Manchester M2 3BD

Solicitors
Progression Solicitors
5 Crescent Road
Windermere LA23 1EA

Investment Advisors
Castlefield Investments
1 Portland Street
Manchester M1 3BE

CCLA
Senator House
85 Queen Victoria Street
London EC4V 4ET

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Annual Report
For the year ended 31 March 2025

STRUCTURE, GOVERNANCE & MANAGEMENT

Kelsick's Educational Foundation is a registered Charity (charity number 526956) and is governed by a Scheme dated 13 November 2001, reference N165/01(s), as amended by resolution dated 20 August 2009, made by the Charity Commissioners for England and Wales under the power given in the Charities Act 2011.

The Trustees are appointed under the Scheme as follows:

a) The ex-officio Trustee will be the Vicar of the Parish of Ambleside or his / her nominee.
b) The nominated Trustees must be appointed as follows :-
   i) One from Westmorland and Furness County Council for 4 years
   ii) Four by Lakes Parish Council for 4 years, of whom at least one shall be a woman.
   iii) One by the governing body of University of Cumbria for 4 years
c) The Co-opted Trustees are elected by the existing board of Trustees. Co-opted Trustees must be persons who the other Trustees consider can bring particular expertise or knowledge to the Trustee body. Each appointment must be for a term of 5 years.

All new Trustees are required to undertake an induction program and undergo a structured introduction to the operation of the Foundation.

Trustee meetings are held 4 times per year to review and agree major area of policy or at such other times as considered necessary. In addition to these meetings there are monthly finance review meetings and property meetings which are held a minimum of 4 times a year.

Risk management
The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Foundation and are satisfied that systems are in place to mitigate exposure to major risks.

OBJECTIVES AND ACTIVITIES

The Objects of the Charity are:

1. The provision of special benefits, of any kind not normally provided by the Local Education Authority, for any Voluntary Schools and Academies that were formerly Voluntary Schools serving the area of benefit, with preference being given to Voluntary Schools and Academies that were formerly Voluntary Schools within Ambleside.
2. In promoting the education (including social and physical training) of persons under the age of 25 who are resident in the area of benefit and in need of financial assistance.
3. Any surplus income may be applied for the above objects in Patterdale Ward and the former County of Westmorland.

Strategies for achieving the Objects of the Charity

1. Maintaining appropriate levels of income from
   i. properties with regular rent reviews and oversight by agents, Matthews Benjamin.
   ii. investments through investment managers, Castlefield Investments.
2. Informing potential beneficiaries through
   i. The distribution of a K.E.F. Christmas card to families and businesses within the Parish.
   ii. our web-site: www.kelsick.org.uk
   iii. annual advertisements in the 3 Parish Magazines going to all households
   iv. direct contact with schools by visits by the Trustees.
   v. Kelsick Office open weekday mornings
   vi. all board meetings reported in the Westmorland Gazette

3. Meetings of the full Board of Trustees 4 times a year. At the quarterly meetings, the Trustees agree the broad strategy and areas of activity for the Foundation, including the consideration of grant making, property maintenance, investment, reserves and risk management policies and performance. The day to day administration of grants and the processing and handling of applications prior to consideration by the Board of Trustees is delegated to the Clerk to the Trustees. Meetings of sub-committees for Finance, Grants, Property and Publicity are convened as required. The Board keeps the skill requirements of the Trustee body under review in the event a Trustee permanently retires, and new Trustees are required.

Grant making policy
A new grants scheme was introduced from August 2024, with the aims of increasing the number of applications and ensuring a more equitable distribution of funds. The impact of the new system will be monitored over the next 12 months.

The Foundation invites applications for grants from individuals, voluntary schools and groups by informing potential beneficiaries as stated on page 2. Applicants submit a summary of their requirements in specific format which is reviewed against criteria established by the constitution. The Trustees approve the grants at quarterly meetings.

Details of how to apply for grants, together with the relevant forms are available on the charity's website and on application to the Foundation office.

ACHIEVEMENTS AND PERFORMANCE AND PLANS FOR FUTURE PERIODS

The Kelsick's Education Foundation continues to flourish, providing support for the three local schools, and young people living within the parishes.

Grants

On Table B, for the financial year 2024-25, it shows an decrease from £233,195 in 2023-24 to £230,936.

Table A
Higher Education –Degree, HND- Number of Applicants

Academic Year	1st Year	2nd Year	3rd Year	4th& 5th Year	Total
2012-13	13	15	17	7	52
2013-14	15	10	8	6	39
2014-15	15	6	6	9	36
2015-16	14	12	7	6	39
2016-17	8	13	8	8	37
2017-18	10	9	15	13	47
2018-19	13	4	8	7	32
2019-20	9	9	6	7	31
2020-21	11	11	8	9	39
2020-22	9	10	6	8	33
2022-23	9	14	9	4	36
2023-24	15	4	11	5	35
2024-25	10	12	3	3	28

Table B
Categories of grant awards and comparison with 2023-24

	2024-25		2023-24	
Category	**Grant for Category**	**As % of total grant**	Grant for Category	As % of total grant
Primary – Individuals	£13,182	5.71%	£14,323	6.14%
Secondary and Further Education – Individuals	£18,123	7.85%	£22,605	9.69%
Higher Education	£29,492	12.77%	£36,369	15.60%
Schools	£159,239	68.95%	£155,122	66.52%
Special Needs	£10,250	4.44%	£2,591	1.11%
Club & Associates	£650	0.28%	£2,185	0.94%
TOTAL	£230,936	100.00%	£233,195	100.00%

Table A. This table should be read diagonally in order to see how the numbers of a given entry in a given year are maintained throughout a course.
Table B. This table shows the grant distribution between different categories.

Property maintenance

In July 2024 GSC Grays completed the acquisition of Carter Jonas Surveyors and Property Consultants. After careful deliberation the Trustees decided to invite tenders to advise on our properties, rent, valuation, repairs and improvements. Matthews Benjamin were appointed in October 2024 and since then have been carrying out comprehensive inspections on all the Kelsick's Educational Foundation properties.

In addition to the rolling program of property maintenance and upgrading several properties have required substantial unplanned works. This has resulted in a material increase of £76,603 in maintenance and repairs expenditure to a total of £139,117 in 2024-25. It is anticipated that higher than previously planned levels of maintenance will continue into 2025-26 in order to fully address backlog of works.

General

Mike Seaton is our Clerk and Kelsick Centre Manager, and Helen Ramsay our Accounts Administrator.

The trustees have given support to me and the Foundation, without which we could not go forward. I would like to thank them all. Thank you.

Kelsick's Educational Foundation provides each of the three Primary schools - Ambleside, Grasmere and Langdale with a core grant, a contribution based on the number of pupils, support for extra-curricular activities and grants towards special educational projects.

A Case study - Ambleside CE Primary School – Academic Year 2023-2024



Pupil numbers have been falling year-on-year for some time now. The school currently has 64 pupils on roll as we lost several families over the summer holidays due to a lack of affordable housing in Ambleside.

In February, our Key Stage 2 children enjoyed performing at Young Voices – a musical event held in the AO Arena in Manchester where thousands of children from across the north-west come together to sing alongside a host of professional musicians. This was a superb experience for the children and was thoroughly enjoyed by all.



In March, our year 5 and 6 children headed down to London to immerse themselves in city life a long way from rural Ambleside. They stayed in London for three days and managed to fit in lots of interesting things: a cruise on the River Thames, a ride on the London Eye, Buckingham Palace, a trip to the RSC's production of Matilda in the West End, St Paul's Cathedral, the Natural History Museum and the Houses of Parliament.

In St Paul's, the children took part in a workshop about St Paul's during the Second World War and found out about the brave men and women of the St Paul's watch who protected the building during the Blitz. The children had been learning about the Second World War in class and being immersed in such an iconic part of London really captured their interest. During their visit to the Houses of Parliament, they learnt all about how our democracy works here in the UK and were able to sit in a live debate in the House of Commons before being taken on a guided tour of the House of Lords and other rooms used by our MPs. The children became experts at hopping on and off the London Underground during their stay and were fantastic ambassadors for our school during the entire visit. This opportunity was surely an experience for the children which will live long in their memories.



In April, our year 3 and 4 children enjoyed a 'Stone Age to Iron Age Day'. They had been learning about this period in their history lessons and their visit to St Catherine's Wood was an engaging, hands-on day of experiences to bring their learning to life. They made Stone Age axes, natural cordage, copper creations and cave painting inspired pieces using natural pigments.



Not to be outdone, our younger children also got out and about during the year to enhance their learning too. Our Key Stage 1 children learnt all about the local area in their geography lessons before learning about Beatrix Potter in history. To complement their learning, they explored the local area around Ambleside and then spent a day out of school exploring the 'Beatrix Potter Attraction' in Windermere. They travelled down to Windermere by taking the ferry from Waterhead which gave them a great opportunity to see more of the local landscape from a different perspective.



Another significant investment over the past twelve months has been in a much-needed new school curriculum for the children. We started our new curriculum in January 2024 and it encompassed most subjects: reading, writing, science, history, geography, design and technology, art, music and French. The staff undertook training before they began using the curriculum which upskilled them in a range of teaching approaches and the research evidence which shows the most effective ways that children learn. The training and the subsequent implementation of the new curriculum quickly began to have a positive impact on children's learning and we look forward to seeing further growth in children's learning over the next twelve months.

Libraries

The process of implementing a new curriculum highlighted our need to invest in research materials for the children to use. The non-fiction section of our school library was very old and hadn't been updated for some time. We were delighted when the Kelsick Trust agreed to support us in renewing the books which enabled us to create a completely new non-fiction section in our junior library. We have also created an infant library over the past year which also benefitted from new non-fiction texts using Kelsick grant money. The books that we purchased not only complement the areas that children will be learning in their curriculum but are also child friendly and engaging which is now giving the children the chance to enjoy non-fiction when they are reading for pleasure.



PUBLIC BENEFIT

The Trustees of Kelsick's Educational Foundation believe they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission.

Principle 1. There must be identifiable benefits

1a) To provide grants for the educational needs of young people resident in the Lakes Parish and the Voluntary Schools in the same area.
1b) To reduce the financial constraints on the educational development of young people resident in the Lakes Parish.
1c) There does not appear to be any detriment in the benefits provided.

Principle 2. Benefit must be to the public, or a section of the public.

2a) The beneficiaries of the Kelsick Foundation are clearly laid out in the Scheme of 2001, and it is only to these beneficiaries that grants are given.
2b) The benefits are to a section of the public as laid down in the Charity Commission Scheme of 2001. This limits grant aid for educational need to young people under the age of 25 resident in the Lakes Parish and the Voluntary Schools in the same area. There are no other constraints applied by the Trustees other than the provision of receipts arising from the purchase of goods or services. The principle is that, no matter what the financial standing of the parents or of the individual, if the age, geographical and educational needs criteria are fulfilled the applicant will receive grant aid.

FINANCIAL REVIEW

The two main funding sources are income from property and income from investments.

Activities and results

At the end of the financial year money held in the Banks came to £168,119 (2024 - £218,646) representing a decrease of £50,527 in the amount held compared with last year.

Our overall income for the year was £448,969 (2024 - £411,338) and expenditure £527,050 (2024 - £408,717).

Income from UK Investments was £76,861 (2024 - £51,906) and rental income from our property portfolio £372,108 (2024 - £359,182). The increase in investment income results from a revised investment strategy and targeted income yield. The loss in value in investments reflects the significant market volatility.

The operating deficit of £78,081 compared to a surplus of £2,621 in the prior year is attributable to the large increase in property maintenance costs. The increase in property maintenance costs year on year reflect, as previously noted, the addressing of backlog priority works, but the Foundation has been mindful of such costs and during this last 3-year period increased its cash reserves in order to fund the increased outgoings in this area in the near term.

It is a continuing sign of our financial health and resilience that we can continue to fund grant applications and have money available for emergency grant aid and for property maintenance. We now receive many letters from grant recipients, particularly in Higher Education, expressing their gratitude for the money they receive and stating how important it is in their being able to continue courses under considerably less financial stress.

Fixed Asset investments

The Trustees have appointed professional advisors (as noted on page 1) to assist them in the management of the property and investment portfolios. The net returns from the respective investments, after taking account of all directly attributable costs were 1.3% (2024 – 2.6%) for the property portfolio and 2.6% (2024 – 1.6%) for the investment portfolio. This year the market value of investments has decreased reflecting the general level of uncertainty over the economy.

Reserves policy

Unrestricted funds are needed:

a) to cover administration and support costs essential for the functioning of the Foundation.
b) because most of our income is derived from property rent. All the properties were passed to the Foundation at the end of 99-year ground leases, and are therefore stone built, and expensive to maintain. It is essential we have significant reserves on which to draw for regular maintenance as well as for any major emergencies, the latter being, by definition, unpredictable, in order that our rental income can remain high.
c) for the provision of grants. This being the purpose of the Foundation. It will be seen that our grant aid has increased from £45,166 in 1992/1993 to £230,936 in 2024-25. With further financial pressure on HE students from fee increases we anticipate that grant aid will remain at least at this level again in 2024-25. Furthermore, we frequently have requests for 'emergency grants' often of substantial amounts, particularly with regards to children with Special Needs and also developments within the three voluntary schools in the area of benefit.
d) Investment income has stabilised with no further significant investment in the markets at present and while regular rent reviews take place they are at 2 or 3 year intervals and therefore there are flat periods in rental income increase.
e) because at the commencement of each financial year the Foundation has substantial commitments in the form of grants payable to the three voluntary schools in our area as well as to individuals. These grants are not contractual.

The target level of free reserves is circa £200,000 which is based on six months unrestricted running costs together with a fund for property maintenance. This is reviewed annually by the Trustees taking into consideration the ongoing costs and property maintenance program. Free reserves as of 31 March 2025 were below that target at £126,042 (2024 - £197,456) reflecting the anticipated property maintenance requirements. Current levels are sufficient for planned expenditure in the near term.

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:

a) select suitable accounting policies and apply them consistently;
b) observe the methods and principles in the Charities SORP;
c) make judgments and accounting estimates that are reasonable and prudent;
d) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
e) 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 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.

In so far as the Trustees are aware:

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

The Trustees' report was approved and was signed on behalf of the Trustees by:

Mr N Martin
Chairman

14 August 2025

N.C. Martin

Opinion

We have audited the financial statements of Kelsick's Educational Foundation (the 'Charity') for the year ended 31 March 2025 which comprise the Statement of Financial Activities, Statement of Financial Position, 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, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 March 2025 and of its income and expenditure, for the period 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 Auditor's 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 Charitable Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Trustees' report other than the financial statements and our auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report

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

- the information given in the Trustee's Annual Report is inconsistent in any material respect with the financial statements; or
- the Charity has not kept adequate accounting records; 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 Trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on page 8, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the 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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor 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 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:

Identifying and assessing potential risks related to irregularities

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

- The nature of the industry and sector, control environment and business performance including the Charity's remuneration policies, key drivers for remuneration and performance targets;
- Results of the enquiries of management about their own identification and assessment of the risks of irregularities;
- Any matters we have identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
    - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance;
    - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
    - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
    - the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following area: revenue recognition. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the Charitable Company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included UK Companies Act, Charities Act, Health and Safety Laws and Environmental Regulations.

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

Audit response to risks identified

Our procedures to respond to risks identified included the following:

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

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

No instances of material non-compliance were identified. However, 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: https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the 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 the Charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.



100 Barbirolli Square
Manchester
M2 3BD

Michael Garrett (Senior Statutory Auditor)
For and on behalf of
Xeinadin Audit Limited

14 August 2025

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Financial Activities
For the year ended 31 March 2025

	Note	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Total Funds 2024 £
INCOME					
Investment income	**3**				
- Income from properties		**372,108**	-	**372,108**	359,182
- Income from investments		**76,861**	-	**76,861**	51,906
Other income	**4**	**-**	-	**-**	250
Total income		**448,969**	**-**	**448,969**	411,338
EXPENDITURE					
Costs of raising funds					
Investment property costs	**8**	**264,559**	-	**264,559**	151,272
Investment management costs	**8**	**11,709**	-	**11,709**	11,149
Expenditure on charitable activities					
Education	**8**	**230,936**	-	**230,936**	233,195
Governance costs	**8**	**19,846**	-	**19,846**	13,101
Total expenditure		**527,050**	**-**	**527,050**	408,717
Net income (expenditure) and net movement in funds before gains and losses on investments		**(78,081)**	**-**	**(78,081)**	2,621
Gains (losses) on revaluation and disposal of investments		**(92,000)**	**-**	**(92,000)**	99,776
Net movement in funds		**(170,081)**	**-**	**(170,081)**	102,397
Fund balance at 1 April 2024		**10,392,741**	**500**	**10,393,241**	10,290,844
Fund balance at 31 March 2025		**10,222,660**	**500**	**10,223,160**	10,393,241

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Financial Position
As at 31 March 2025

	Note	2025	2024
		£	£
Fixed assets			
Investment properties	9	**7,620,000**	7,620,000
Investments	10	**2,477,118**	2,575,785
		10,097,118	10,195,785
Current assets			
Debtors	11	**12,789**	13,933
Cash at bank and in hand		**168,119**	218,646
		180,908	232,579
Creditors: amounts falling due within one year	12	**(54,866)**	(35,123)
Net current assets		**126,042**	197,456
Net assets	13	**10,223,160**	10,393,241
FUNDS			
Restricted funds	14	**500**	500
Unrestricted funds	15		
- General funds		**10,222,660**	10,392,741
Total funds		**10,223,160**	10,393,241

The financial statements on pages 14 to 25 were approved by the Board of Trustees and signed on its behalf by:

Mr N Martin
Chair

Mr J Cunningham
Trustee and Chairman of Finance

14 August 2025

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Cash Flows
For the year ended 31 March 2025

	2025	2024
	£	£
Net cash generated from operating activities	**(57,194)**	(17,196)
Cash flow from investing activities		
Purchase of investments	**(2,140,555)**	(106,615)
Disposals of investments	**2,147,222**	115,814
Net cash flow from investing activities	**6,667**	9,199
Change in cash and cash equivalents in the year	**(50,527)**	(7,997)
Cash and cash equivalents brought forward	**218,646**	226,643
Cash and cash equivalents carried forward	**168,119**	218,646
Cash and cash equivalents consists of:		
Cash at bank and in hand	**168,119**	218,646

Net cash generated from operating activities		
Net movement in funds before gains and losses on investments	**(78,081)**	2,621
Depreciation	**-**	-
(Increase) decrease in debtors	**1,144**	(13,243)
(Decrease) increase in creditors	**19,743**	(6,574)
	(57,194)	(17,196)

1 General information

Kelsick's Educational Foundation is a registered Charity (charity number 526956) and is governed by a Scheme dated 13 November 2001, reference N165/01(s), as amended by resolution dated 20 August 2009, made by the Charity Commission for England and Wales under the power given in the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019.

2 Accounting policies

i. Basis of preparation

The accounts financial statements have been prepared in accordance with the relevant version of the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) 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: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

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.

ii. Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value. UK quoted securities are valued at the mid-market price quoted by the London Stock Exchange at the year end date. Unit trusts are at the middle of the prices prevailing on that date. The SoFA includes the net gains and losses arising on the revaluation and disposals throughout the year.

Investment properties are not depreciated. They are valued periodically by Carter Jonas, Chartered Surveyors on an open market basis.

Depreciation is provided on associated fixtures used in the investment properties at rates calculated to write off the cost of each asset over its expected useful life as follows:

Fixtures, fittings and equipment	20% straight line

iii. **Funds**

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable

Restricted funds are funds which have been given for a particular purpose. Details of the nature and purpose of the restricted fund is set out in note 14 to the financial statements.

Designated funds comprise those funds which the trustees periodically set aside for investment property refurbishments and other designated purposes.

2 Accounting policies (continued)

iv. Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the monetary value of income can be measured reliably.

Investment income is earned through holding assets for investment purposes including property and quoted securities. It includes rent, dividends and interest. Income from quoted securities is stated gross of tax and is included in the SOFA in the year in which it is receivable. Rental income is recognised when the Charity's right to payment is established.

The Charity funds its activities almost entirely through its investment income.

v. Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to the expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure (including irrecoverable VAT) is accounted for on an accruals basis.

Costs of raising funds represents costs relating to activities where the primary aim is to raise funds and consists of expenditure relating to the management of investments.

Charitable activities comprise of those costs incurred by the charity where the primary aim is the delivery of activities and services within the objects of the charity. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grants payable include all expenditure incurred on grants awarded or on other schemes run in the pursuance of the Foundation's objectives. Grants are accounted for when the Foundation has a legal or constructive commitment.

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

vi. Support costs allocation

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis e.g. staff time or estimated usage as set out in Note 8.

vii. Gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value or cost in the year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the SoFA.

viii. 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.

ix. Going concern

The financial statements have been prepared on a 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. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

x. Operating leases

Leases that do not transfer all the risks and rewards of ownership are classified as operating leases. Payments under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

3 Investment income	2025	2024
	£	£
Income from UK property		
Rents receivable	**361,034**	350,483
Room hire	**11,074**	8,699
	372,108	359,182
Income from UK investments		
Interest and dividends	**73,839**	49,058
Bank interest receivable	**3,022**	2,848
	76,861	51,906

4 Other income

Prior year balance represented the proceeds from the sale of a small parcel of land.

5 Staff costs	2025	2024
	£	£
Salaries and wages	**30,508**	32,300
Social security costs	**-**	-
	30,508	32,300
The average number of part time employees during the year was	**Number**	Number
Administration support staff	**2**	2
Cleaner	**1**	1
	3	3

No employee received remuneration amounting to more than £60,000 in either year.

None of the Trustees received any remuneration or expenses during either of the above two years.

Staff costs include a cleaner engaged on a contract basis.

6 Taxation

The Foundation is a registered charity and does not pay income tax.

7 Grants payable	2025	2024
	£	£
Grants awarded to voluntary schools and organisations		
Ambleside Primary School	**62,082**	56,685
Grasmere Primary School	**58,140**	56,558
Langdale Primary School	**39,017**	41,879
	159,239	155,122
Grants awarded to individuals	**71,697**	78,073
	230,936	233,195

8 Total resources expended

	Basis of allocation	Investment management costs £	Investment property costs £	Education £	Governance £	2025 Total £	2024 Total £
Costs directly allocated to activities							
Grants to individuals	Direct	-	-	**71,697**	-	**71,697**	78,073
Grants to voluntary schools and organisations	Direct	-	-	**159,239**	-	**159,239**	155,122
Investment management fees	Direct	**11,709**	-	-	-	**11,709**	11,149
Rates and services	Direct	-	**11,998**	-	-	**11,998**	9,723
Maintenance and repairs	Direct	-	**139,117**	-	-	**139,117**	62,514
Insurance	Direct	-	**18,973**	-	-	**18,973**	16,134
Legal and professional fees	Direct	-	**11,163**	-	**7,386**	**18,549**	4,606
Bad debts	Direct	-	**3,100**	-	-	**3,100**	-
Sundry expenses	Direct	-	**2,309**	-	-	**2,309**	9,188
Security systems upgrade and maintenance	Direct	-	**20,725**	-	-	**20,725**	-
Auditors' fees - audit services	Direct	-	-	-	**6,940**	**6,940**	4,043
Auditors' fees - other services	Direct	-	-	-	**5,520**	**5,520**	4,452
Depreciation	Direct	-	-	-	-	-	-
Property management costs	Direct	-	**19,785**	-	-	**19,785**	13,390
Support costs allocated to activities							
Staff costs	Staff Time	-	**30,508**	-	-	**30,508**	32,300
Office costs	Usage	-	**6,881**	-	-	**6,881**	8,023
		11,709	**264,559**	**230,936**	**19,846**	**527,050**	408,717

9 Investment properties

	Freehold land and buildings £	Fixtures, fittings and equipment £	Total £
Cost / Valuation			
At 1 April 2024	7,620,000	70,319	7,690,319
Additions	-	-	-
Revaluation	-	-	-
At 31 March 2025	7,620,000	70,319	7,690,319
At cost	-	70,319	70,319
At valuation	7,620,000	-	7,620,000
	7,620,000	70,319	7,690,319
Depreciation			
At 1 April 2024	-	70,319	70,319
Disposals	-	-	-
Charge for the year	-	-	-
At 31 March 2025	-	70,319	70,319
Net book value :			
At 31 March 2025	**7,620,000**	**-**	**7,620,000**
At 31 March 2024	7,620,000	-	7,620,000

The freehold land and buildings belonging to the Foundation were revalued at an open market value for existing use basis on 1 June 2022 by Carter Jonas, Chartered Surveyors.

10 Fixed Asset Investments

Fair value :	**2025** £	2024 £
At 1 April 2024	**2,575,785**	2,485,208
Additions at cost	**2,140,555**	106,615
Disposal proceeds	**(2,160,843)**	(108,124)
Increase (decrease) in fair value	**(78,379)**	92,086
At 31 March 2025	**2,477,118**	2,575,785

All investments are carried at their fair value. Investment in equities and fixed interest securities are all traded in quoted public markets including the London Stock Exchange. Holdings in common investment funds, unit trusts and open ended investment companies are at bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

10 Fixed Asset Investments (continued)

	Cost 2025	**Market Value 2025**	Cost 2024	Market Value 2024
Direct Property & Property Funds	**£**	**£**	£	£
MAYFAIR CAP INV MG THE PROP INC TST FOR CHARIT	**-**	**-**	25,986	24,102
FP FORESIGHT OEIC FP FRSGHT GBL REAL INFRS A	**-**	**-**	42,201	34,672
FP Foresight OEIC FP FRSGHT GBL REAL INFRS A	**-**	**-**	42,217	29,939
	-	**-**	110,404	88,713
Fixed interest & fixed interest funds				
RATHBONE UNIT TST RATHBONE ETHICAL BOND I DIS	**-**	**-**	58,327	50,956
ROYAL LONDON BOND RL ETHICAL BOND Z GBP DIS	**-**	**-**	58,205	50,642
RCB BONDS PLC 4.4% SNR 30/04/2027 GBP100	**-**	**-**	17,825	17,369
RCB BONDS PLC 4.25% SNR 30/03/2028 GBP100	**-**	**-**	14,625	13,800
RCB BONDS PLC 4.5% SNR 20/06/28 GBP100'8'	**-**	**-**	22,725	21,042
RCB BONDS PLC 4.25% SNR 06/07/2028 GBP100	**-**	**-**	24,625	23,697
	-	**-**	196,332	177,506
Global Equities & Equity Funds				
FP WHEB AST MGT FD FP WHEB SUST FD B ACC	**-**	**-**	136,819	153,293
CFP CASTLEFIELD FD CFP CASTLEFIELD SUST EURP	**-**	**-**	152,946	179,500
FIRST SENTIER INV SI WLDWIDE SUST B GBP DIS	**-**	**-**	151,120	169,126
LIONTRUST SUS FUT LIONTST SUST FUTR GBL GTH 2	**-**	**-**	92,670	110,864
SARASIN FUNDS ICVC SARASIN RESP GBL EQTY P DIS	**-**	**-**	75,737	84,307
	-	**-**	609,292	697,091
Multi-Asset Funds				
CCLA INVESTMENT MA INVESTMENT INCOME	**23,785**	**540,000**	23,785	566,389
CFP CASTLEFIELD FD CFP CSTLFLD THGHTFL GTH C	**1,965,744**	**1,882,537**	-	-
	1,989,529	**2,422,537**	23,785	566,389
Other assets				
CAPITAL FOR COLLEA ORD GBP0.4	**43,605**	**54,581**	43,605	64,074
CFP CASTLEFIELD FD CFP CASTLEFIELD REAL RTN GN	**-**	**-**	129,269	141,658
	43,605	**54,581**	172,874	205,731
UK Equities & Equity Funds				
CFP CASTLEFIELD FD CFP CASTLEFIELD SUST UK OPP	**-**	**-**	83,256	143,184
CFP CASTLEFIELD FD CFP CASTLEFIELD SUST UK SML	**-**	**-**	565,464	697,171
	-	**-**	648,720	840,355
TOTAL	**2,033,134**	**2,477,118**	1,761,407	2,575,785

11 Debtors

	2025	2024
	£	£
Other debtors	**12,789**	13,933
	12,789	13,933

12 Creditors: amounts falling due within one year

	2025	2024
	£	£
Trade creditors and accruals	**28,482**	15,239
Other creditors	**26,384**	19,884
	54,866	35,123

13 Analysis of net assets between funds

	General Unrestricted funds	Restricted funds	Total funds
	£	£	£
Fixed assets	10,096,618	500	**10,097,118**
Current assets	180,908	-	**180,908**
Current liabilities	(54,866)	-	**(54,866)**
Net assets at 31 March 2025	10,222,660	500	**10,223,160**

14 Restricted funds

	2025	2024
	£	£
At 31 March 2025 and 31 March 2024	**500**	500

Lanty Brow was gifted to the Foundation by the executors of the estate of the late Mr Hymas in December 1990, under a deed of covenant which stipulated that no building was to take place on the land.

15 Unrestricted funds

	2025	2024
	£	£
Balance at 1 April 2024	**10,392,741**	10,290,344
Incoming resources	**448,969**	411,338
Resources expended	**(527,050)**	(408,717)
Investment (losses) gains	**(92,000)**	99,776
Balance at 31 March 2025	**10,222,660**	10,392,741

16 Leasing agreements

	2025	2024
	£	£
Minimum lease payments under non-cancellable operaring leases fall due as follows:		
Witin one year	**523**	523
Between one year and five years	**1,439**	1,962
	1,962	2,485

17 Control

There is no ultimate controlling party.

18 Related Party Disclosures

During the period the charity had the following related party balance and transactions:

During the year, £242 of expenditure for the purpose of the charitable activities of the foundation was purchased from J F Martin & Co, which is Nick Martin's shop (Chairman of the foundation).

KELSICK'S EDUCATIONAL FOUNDATION

England & Wales - Charity number 526956

Accounts

Charity Number **526956**

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Report and Financial Statements
For the year ended 31 March 2024

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Report and Financial Statements
For the year ended 31 March 2024

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KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Annual Report
For the year ended 31 March 2024

The Trustees present their report together with the audited financial statements of the charity for the year ended 31 March 2024. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Charity.

REFERENCE AND ADMINISTRATIVE DETAILS

The registered name of the Charity is Kelsick's Educational Foundation. The registered charity number is 526956.

Trustees who served during the year and those who were Trustees at the date of this report are as follows:

Nominated

By Lakes Parish Council (Term of 4 years)
Mr N Martin (Chairman)
Mr M Blackburn
Mrs L Dixon (Vice Chairman) (resigned February 2024)
Mr L Johnson

By Westmorland and Furness Council (Term of 4 years)
Mr W Clark

By University of Cumbria (Term 4 years)
Dr E Mallabon (appointed August 2023)

Co-opted (Term of 5 years)
Mr N Hutchinson
Mrs A J Renouf
Mr P B Edmondson
Dr P Davies
Mr J Cunningham (re-appointed June 2024)
Mrs L Britnell (appointed February 2024)

Ex officio (Vicar of Ambleside)

Revd. A Smith (appointed November 2023)

Clerk to Trustees and Kelsick Centre Manager
Mr M Seaton

Principal Office
Kelsick Centre
St Mary's Lane
Ambleside
Cumbria LA22 9DG

Surveyors and Property Consultants
GSC Grays (acquired Carter Jonas)
Unit 9, Underley Business Centre
Kearstwick
Kirkby Lonsdale
Cumbria LA6 2DY

Bankers
Barclays Bank PLC
Crescent Road
Windermere
Cumbria LA23 1EA

Auditors
Xeinadin Audit Limited
100 Barbirolli Square
Manchester
M2 3BD

Solicitors
Progression Solicitors
5 Crescent Road
Windermere
LA23 1EA

Investment Advisors
Castlefield Investments
1 Portland Street
Manchester M1 3BE

CCLA
Senator House
85 Queen Victoria Street
London EC4V 4ET

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Annual Report
For the year ended 31 March 2024

STRUCTURE, GOVERNANCE & MANAGEMENT

Kelsick's Educational Foundation is a registered Charity (charity number 526956) and is governed by a Scheme dated 13 November 2001, reference N165/01(s), as amended by resolution dated 20 August 2009, made by the Charity Commissioners for England and Wales under the power given in the Charities Act 2011.

The Trustees are appointed under the Scheme as follows:

a) The ex-officio Trustee will be the Vicar of the Parish of Ambleside or his / her nominee.
b) The nominated Trustees must be appointed as follows :-
    i) One from Cumbia County Council for 4 years
    ii) Four by Lakes Parish Council for 4 years, of whom at least one shall be a woman.
    iii) One by the governing body of University of Cumbria for 4 years
c) The Co-opted Trustees are elected by the existing board of Trustees. Co-opted Trustees must be persons who the other Trustees consider can bring particular expertise or knowledge to the Trustee body. Each appointment must be for a term of 5 years.

All new Trustees are required to undertake an induction programme and undergo a structured introduction to the operation of the Foundation.

Trustee meetings are held 4 times per year to review and agree major area of policy or at such other times as considered necessary.

Risk management
The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Foundation and are satisfied that systems are in place to mitigate exposure to major risks.

OBJECTIVES AND ACTIVITIES

The Objects of the Charity are:

1. The provision of special benefits, of any kind not normally provided by the Local Education Authority, for any Voluntary Schools and Academies that were formerly Voluntary Schools serving the area of benefit, with preference being given to Voluntary Schools and Academies that were formerly Voluntary Schools within Ambleside.
2. In promoting the education (including social and physical training) of persons under the age of 25 who are resident in the area of benefit and in need of financial assistance.
3. Any surplus income may be applied for the above objects in Patterdale Ward and the former County of Westmorland.

Strategies for achieving the Objects of the Charity

1. Maintaining appropriate levels of income from
    i. properties with regular rent reviews and oversight by agents, Carter Jonas.
    ii. investments through investment managers, Castlefield Investments.
2. Informing potential beneficiaries through
    i. Kelsick Brochure sent to all households
    ii. our web-site: www.kelsick.org.uk
    iii. annual advertisements in the 3 Parish Magazines going to all households
    iv. direct contact with schools by visits by the Trustees.
    v. Kelsick Office open each weekday morning
    vi. all board meetings reported in the Westmorland Gazette

3. Meetings of the full Board of Trustees 4 times a year. At the quarterly meetings, the Trustees agree the broad strategy and areas of activity for the Foundation, including the consideration of grant making, property maintenance, investment, reserves and risk management policies and performance. The day to day administration of grants and the processing and handling of applications prior to consideration by the Board of Trustees is delegated to the Clerk to the Trustees. Meetings of sub-committees for Finance, Grants, Property and Publicity are convened as required. The Board keeps the skill requirements of the Trustee body under review in the event a Trustee permanently retires, and new Trustees are required.
4. Circulating Solicitors with the Kelsick brochure in request of potential donations.

Grant making policy

The Foundation invites applications for grants from individuals, voluntary schools and groups by informing potential beneficiaries as stated on page 2. Applicants submit a summary of their requirements in specific format which is reviewed against criteria established by the constitution. The Trustees approve the grants at quarterly meetings.

Details of how to apply for grants, together with the relevant forms are available on the charity's website and on application to the Foundation office.

ACHIEVEMENTS AND PERFORMANCE AND PLANS FOR FUTURE PERIODS

The Kelsick's Education Foundation continues to flourish, providing support for the three local schools, and young people living within the parishes.

Grants

On Table B, for the financial year 2023-24, it shows an decrease from £282,769 in 2022-23 to £233,195. Grants to individuals are still marginally lower than pre covid levels but are starting to recover.

The decrease reflects the cessation of a non-recurrent grant to support the Educational Health Care Plan ("EHCP") and a one-off grant of £12,000 paid in 2022-23 in recognition of the increased cost pressures in that period.

Table A
Higher Education –Degree, HND- Number of Applicants

Academic Year	1st Year	2nd Year	3rd Year	4th& 5th Year	Total
2012-13	13	15	17	7	52
2013-14	15	10	8	6	39
2014-15	15	6	6	9	36
2015-16	14	12	7	6	39
2016-17	8	13	8	8	37
2017-18	10	9	15	13	47
2018-19	13	4	8	7	32
2019-20	9	9	6	7	31
2020-21	11	11	8	9	39
2020-22	9	10	6	8	33
2022-23	9	14	9	4	36
2023-24	15	4	11	5	35

Table B
Categories of grant awards and comparison with 2022-23

	2023-24		2022-23	
Category	**Grant for Category**	**As % of total grant**	Grant for Category	As % of total grant
Primary – individuals	£14,323	6.14%	£12,775	4.52%
Secondary and Further Education – Individuals	£22,605	9.69%	£26,434	9.35%
Higher Education	£36,369	15.60%	£29,598	10.47%
Schools	£155,122	66.52%	£212,962	75.31%
Special needs	£2,591	1.11%	£1,000	0.35%
Clubs & Associates	£2,185	0.94%	£0	0.00%
TOTAL	£233,195	100.00%	£282,769	100.00%

Table A. This table should be read diagonally in order to see how the numbers of a given entry in a given year are maintained throughout a course.
Table B. This table shows the grant distribution between different categories.

Property maintenance

GSC Grays are our advisers on our properties, rent, valuation, repairs and improvements. Our agent is Suzie Barron and our meetings with Suzie have gone well.

We are continuing the rolling program of property maintenance and upgrading as required. We incurred expenditure of £62,514 on maintenance and repairs during the year compared to a total of £99,480 in 2022-23. The decrease reflects the availability of contractors and timing of works over the summer period.

General

Mike Seaton is our Clerk and Kelsick Centre Manager, and Helen Ramsay our Accounts Administrator.

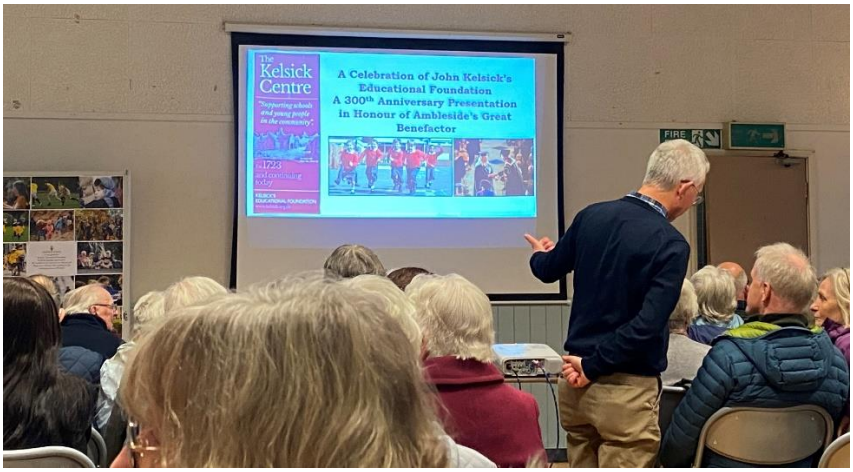
I'd like to offer my sincere thanks to Mrs Linda Dixon who has served as a Trustee for 44 years.

The trustees have given support to me and the Foundation, without which we could not go forward. I would like to thank them all. Thank you.

300th Anniversary

2023 marked the 300th anniversary of the Kelsick Educational Foundation. In November 2023, more than 100 people from the local community attended a special event to celebrate the 300th anniversary of the Kelsick Educational Foundation.

As we plan for the future we will be reviewing our grant-making policies and procedures, and looking to expand the use of the Kelsick Centre as a key resource for the community.





PUBLIC BENEFIT

The Trustees of Kelsick's Educational Foundation believe they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission.

Principle 1. There must be identifiable benefits

1a) To provide grants for the educational needs of young people resident in the Lakes Parish and the Voluntary Schools in the same area.
1b) To reduce the financial constraints on the educational development of young people resident in the Lakes Parish.
1c) There does not appear to be any detriment in the benefits provided.

Principle 2. Benefit must be to the public, or a section of the public.

2a) The beneficiaries of the Kelsick Foundation are clearly laid out in the Scheme of 2001, and it is only to these beneficiaries that grants are given.
2b) The benefits are to a section of the public as laid down in the Charity Commission Scheme of 2001. This limits grant aid for educational need to young people under the age of 25 resident in the Lakes Parish and the Voluntary Schools in the same area. There are no other constraints applied by the Trustees other than the provision of receipts arising from the purchase of goods or services. The principle is that, no matter what the financial standing of the parents or of the individual, if the age, geographical and educational needs criteria are fulfilled the applicant will receive grant aid.

FINANCIAL REVIEW

The two main funding sources are income from property and income from investments.

Activities and results

The net operating surplus for the year was near break-even at £2,621. There was a gain in the value of our investment portfolio of £99,776 providing a total increase in funds of £102,397.

At the end of the financial year money held in the Banks came to £218,646 (2023 - £226,643) representing a decrease of £7,997 in the amount held compared with last year.

Our overall income for the year was £411,338 (2023 - £406,341) and expenditure £408,717 (2023 - £481,624).

Income from UK Investments was £51,906 (2023 - £57,685) and rental income from our property portfolio £359,182 (2023 - £348,656).

The increase in property income during the year reflects a number of rent reviews. More reviews will be undertaken throughout 2024-25 which will further increase this revenue.

It is a continuing sign of our financial health and resilience that we can continue to fund grant applications and have money available for emergency grant aid and for property maintenance. We now receive many letters from grant recipients, particularly in Higher Education, expressing their gratitude for the money they receive and stating how important it is in their being able to continue courses under considerably less financial stress.

Fixed Asset investments

The Trustees have appointed professional advisors (as noted on page 1) to assist them in the management of the property and investment portfolios. The net returns from the respective investments, after taking account of all directly attributable costs were 2.6% (2023 – 2.2%) for the property portfolio and 1.6% (2023 – 1.9%) for the investment portfolio.

Reserves policy

Unrestricted funds are needed:

a) to cover administration and support costs essential for the functioning of the Foundation.
b) because most of our income is derived from property rent. All the properties were passed to the Foundation at the end of 99-year ground leases, and are therefore stone built, and expensive to maintain. It is essential we have significant reserves on which to draw for regular maintenance as well as for any major emergencies, the latter being, by definition, unpredictable, in order that our rental income can remain high.
c) for the provision of grants. This being the purpose of the Foundation. It will be seen that our grant aid has increased from £45,166 in 1992/1993 to £233,195 in 2023-24. With further financial pressure on HE students from fee increases we anticipate that grant aid will remain at least at this level again in 2023-24. Furthermore, we frequently have requests for 'emergency grants' often of substantial amounts, particularly with regards to children with Special Needs and also developments within the three voluntary schools in the area of benefit.
d) Investment income has stabilised with no further significant investment in the markets at present. We are looking to improve the income yield without reducing the capital base.
e) because at the commencement of each financial year the Foundation has substantial commitments in the form of grants payable to the three voluntary schools in our area as well as to individuals. These grants are not contractual.

The target level of free reserves is circa £200,000 which is based on six months unrestricted running costs together with a fund for property maintenance. This is reviewed by the Trustees through quarterly management accounts and an annual budget taking into consideration the ongoing costs and property maintenance program. Free reserves as of 31 March 2024 were £197,456 (2023 - £185,636).

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:

a) select suitable accounting policies and apply them consistently;
b) observe the methods and principles in the Charities SORP;
c) make judgments and accounting estimates that are reasonable and prudent;
d) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
e) 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 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.

In so far as the Trustees are aware:

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

The Trustees' report was approved and was signed on behalf of the Trustees by:

N. C. Martin

Mr N Martin
Chairman

15 August 2024

Opinion

We have audited the financial statements of Kelsick's Educational Foundation (the 'Charity') for the year ended 31 March 2024 which comprise the Statement of Financial Activities, Statement of Financial Position, 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, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 March 2024 and of its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 Auditor's 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 Charitable Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Trustees' report other than the financial statements and our auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report

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

- the information given in the Trustee's Annual Report is inconsistent in any material respect with the financial statements; or
- the Charity has not kept adequate accounting records; 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 Trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on page 6, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the 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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor 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 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:

Identifying and assessing potential risks related to irregularities

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

- The nature of the industry and sector, control environment and business performance including the Charity's remuneration policies, key drivers for remuneration and performance targets;
- Results of the enquiries of management about their own identification and assessment of the risks of irregularities;
- Any matters we have identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
    - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance;
    - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
    - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
    - the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following areas: revenue recognition and the impact of COVID-19. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the Charitable Company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included UK Companies Act, Charities Act, Health and Safety Laws and Environmental Regulations.

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

Audit response to risks identified

Our procedures to respond to risks identified included the following:

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

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

No instances of material non-compliance were identified. However, 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: https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the 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 the Charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.



100 Barbirolli Square
Manchester
M2 3BD

Michael Garrett (Senior Statutory Auditor)
For and on behalf of
Xeinadin Audit Limited

15 August 2024

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Financial Activities
For the year ended 31 March 2024

	Note	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total Funds 2024 £	Total Funds 2023 £
INCOME					
Investment income	**3**				
- Income from properties		**359,182**	-	**359,182**	348,656
- Income from investments		**51,906**	-	**51,906**	57,685
Other income	**4**	**250**	-	**250**	-
Total income		**411,338**	**-**	**411,338**	406,341
EXPENDITURE					
Costs of raising funds					
Investment property costs	**8**	**151,272**	-	**151,272**	175,613
Investment management costs	**8**	**11,149**	-	**11,149**	10,466
Expenditure on charitable activities					
Education	**8**	**233,195**	-	**233,195**	282,769
Governance costs	**8**	**13,101**	-	**13,101**	12,776
Total expenditure		**408,717**	**-**	**408,717**	481,624
Net income (expenditure) and net movement in funds before gains and losses on investments		**2,621**	**-**	**2,621**	(75,283)
Gains (losses) on revaluation and disposal of investments		**99,776**	**-**	**99,776**	(140,036)
Net movement in funds		**102,397**	**-**	**102,397**	(215,319)
Fund balance at 1 April 2023		**10,290,344**	**500**	**10,290,844**	10,506,163
Fund balance at 31 March 2024		**10,392,741**	**500**	**10,393,241**	10,290,844

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Financial Position
As at 31 March 2024

	Note	2024	2023
		£	£
Fixed assets			
Investment properties	9	**7,620,000**	7,620,000
Investments	10	**2,575,785**	2,485,208
		10,195,785	10,105,208
Current assets			
Debtors	11	**13,933**	690
Cash at bank and in hand		**218,646**	226,643
		232,579	227,333
Creditors: amounts falling due within one year	12	**(35,123)**	(41,697)
Net current assets		**197,456**	185,636
Net assets	13	**10,393,241**	10,290,844
FUNDS			
Restricted funds	14	**500**	500
Unrestricted funds	15		
- General funds		**10,392,741**	10,290,344
Total funds		**10,393,241**	10,290,844

The financial statements on pages 11 to 20 were approved by the Board of Trustees and signed on its behalf by:

Mr N Martin
Chair

Mr J Cunningham
Trustee and Chairman of Finance

15 August 2024

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Cash Flows
For the year ended 31 March 2024

	2024	2023
	£	£
Net cash generated from operating activities	**(17,196)**	(64,083)
Cash flow from investing activities		
Purchase of investments	**(106,615)**	(472,849)
Disposals of investments	**115,814**	487,081
Net cash flow from investing activities	**9,199**	14,232
Change in cash and cash equivalents in the year	**(7,997)**	(49,851)
Cash and cash equivalents brought forward	**226,643**	276,494
Cash and cash equivalents carried forward	**218,646**	226,643
Cash and cash equivalents consists of:		
Cash at bank and in hand	**218,646**	226,643
Net cash generated from operating activities		
Net movement in funds before gains and losses on investments	**2,621**	(75,283)
Depreciation	**-**	-
(Increase) decrease in debtors	**(13,243)**	8,267
(Decrease) increase in creditors	**(6,574)**	2,933
	(17,196)	(64,083)

1 General information

Kelsick's Educational Foundation is a registered Charity (charity number 526956) and is governed by a Scheme dated 13 November 2001, reference N165/01(s), as amended by resolution dated 20 August 2009, made by the Charity Commission for England and Wales under the power given in the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) issued 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

2 Accounting policies

i. Basis of preparation

The accounts financial statements have been prepared in accordance with the relevant version of the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) 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: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

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.

ii. Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value. UK quoted securities are valued at the mid-market price quoted by the London Stock Exchange at the year end date. Unit trusts are at the middle of the prices prevailing on that date. The SoFA includes the net gains and losses arising on the revaluation and disposals throughout the year.

Investment properties are not depreciated. They are valued periodically by Carter Jonas, Chartered Surveyors on an open market basis.

Depreciation is provided on associated fixtures used in the investment properties at rates calculated to write off the cost of each asset over its expected useful life as follows:

Fixtures, fittings and equipment	20% straight line

iii. Funds

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable

Restricted funds are funds which have been given for a particular purpose. Details of the nature and purpose of the restricted fund is set out in note 14 to the financial statements.

Designated funds comprise those funds which the trustees periodically set aside for investment property refurbishments and other designated purposes.

2 Accounting policies (continued)

iv. Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the monetary value of income can be measured reliably.

Investment income is earned through holding assets for investment purposes including property and quoted securities. It includes rent, dividends and interest. Income from quoted securities is stated gross of tax and is included in the SOFA in the year in which it is receivable. Rental income is recognised when the Charity's right to payment is established.

The Charity funds its activities almost entirely through its investment income.

v. Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to the expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure (including irrecoverable VAT) is accounted for on an accruals basis.

Costs of raising funds represents costs relating to activities where the primary aim is to raise funds and consists of expenditure relating to the management of investments.

Charitable activities comprise of those costs incurred by the charity where the primary aim is the delivery of activities and services within the objects of the charity. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grants payable include all expenditure incurred on grants awarded or on other schemes run in the pursuance of the Foundation's objectives. Grants are accounted for when the Foundation has a legal or constructive commitment.

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

vi. Support costs allocation

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis e.g. staff time or estimated usage as set out in Note 7.

vii. Gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value or cost in the year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the SoFA.

viii. 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.

ix. Going concern

The financial statements have been prepared on a 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. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

x. Operating leases

Leases that do not transfer all the risks and rewards of ownership are classified as operating leases. Payments under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

3 Investment income	2024	2023
	£	£
Income from UK property		
Rents receivable	**350,483**	339,598
Room hire	**8,699**	9,058
	359,182	348,656
Income from UK investments		
Interest and dividends	**49,058**	56,841
Bank interest receivable	**2,848**	844
	51,906	57,685

4 Other income

This represents the proceeds from the sale of a small parcel of land.

5 Staff costs	2024	2023
	£	£
Salaries and wages	**32,300**	36,509
Social security costs	**-**	-
	32,300	36,509

The average number of part time employees during the year was	Number	Number
Administration support staff	**2**	2
Cleaner	**1**	1
	3	3

No employee received remuneration amounting to more than £60,000 in either year.

None of the Trustees received any remuneration or expenses during either of the above two years.

Staff costs include a cleaner engaged on a contract basis.

6 Taxation

The Foundation is a registered charity and does not pay income tax.

7 Grants payable	2024	2023
	£	£
Grants awarded to voluntary schools and organisations		
Ambleside Primary School	**56,685**	80,070
Grasmere Primary School	**56,558**	65,498
Langdale Primary School	**41,879**	67,394
	155,122	212,962
Grants awarded to individuals	**78,073**	69,807
	233,195	282,769

8 Total resources expended

	Basis of allocation	Investment management costs	Investment property costs	Education	Governance	2024 Total	2023 Total
		£	£	£	£	£	£
Costs directly allocated to activities							
Grants to individuals	Direct	-	-	**78,073**	-	**78,073**	69,807
Grants to voluntary schools and organisations	Direct	-	-	**155,122**	-	**155,122**	212,962
Investment management fees	Direct	**11,149**	-	-	-	**11,149**	10,466
Rates and services	Direct	-	**9,723**	-	-	**9,723**	8,299
Maintenance and repairs	Direct	-	**62,514**	-	-	**62,514**	99,480
Insurance	Direct	-	**16,134**	-	-	**16,134**	13,267
Legal and professional fees	Direct	-	-	-	**4,606**	**4,606**	1,952
Bad debts	Direct	-	-	-	-	-	-
Sundry expenses	Direct	-	**9,188**	-	-	**9,188**	3,963
Auditors' fees - audit services	Direct	-	-	-	**4,043**	**4,043**	7,500
Auditors' fees - other services	Direct	-	-	-	**4,452**	**4,452**	3,324
Depreciation	Direct	-	-	-	-	-	-
Property management costs	Direct	-	**13,390**	-	-	**13,390**	8,645
		11,149	**151,272**	**233,195**	**13,101**	**408,717**	481,624
Support costs allocated to activities							
Staff costs	Staff Time	-	**32,300**	-	-	**32,300**	36,509
Office costs	Usage	-	**8,023**	-	-	**8,023**	5,450

9 Investment properties

	Freehold land and buildings £	Fixtures, fittings and equipment £	Total £
Cost / Valuation			
At 1 April 2023	7,620,000	70,319	7,690,319
Additions	-	-	-
Revaluation	-	-	-
At 31 March 2024	7,620,000	70,319	7,690,319
At cost	-	70,319	70,319
At valuation	7,620,000	-	7,620,000
	7,620,000	70,319	7,690,319
Depreciation			
At 1 April 2023	-	70,319	70,319
Disposals	-	-	-
Charge for the year	-	-	-
At 31 March 2024	-	70,319	70,319
Net book value :			
At 31 March 2024	**7,620,000**	**-**	**7,620,000**
At 31 March 2023	7,620,000	-	7,620,000

The freehold land and buildings belonging to the Foundation were revalued at an open market value for existing use basis on 1 June 2022 by Carter Jonas, Chartered Surveyors.

10 Fixed Asset Investments

Fair value :	**2024** **£**	2023 £
At 1 April 2023	**2,485,208**	2,639,476
Additions at cost	**106,615**	472,849
Disposal proceeds	**(108,124)**	(487,081)
Increase (decrease) in fair value	**92,086**	(140,036)
At 31 March 2024	**2,575,785**	2,485,208

All investments are carried at their fair value. Investment in equities and fixed interest securities are all traded in quoted public markets including the London Stock Exchange. Holdings in common investment funds, unit trusts and open ended investment companies are at bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

10 Fixed Asset Investments (continued)

	Cost 2024	Market Value 2024	Cost 2023	Market Value 2023
Direct Property & Property Funds	**£**	**£**	£	£
Mayfair Capital In Prop Inc Trust	**25,986**	**24,102**	25,986	25,740
First Sentier inv responsible listed infrastr	**42,201**	**34,672**	42,201	36,814
FP Foresight OEIC FP FRSGHT GBL REAL INFRS A	**42,217**	**29,939**	42,217	35,453
	110,404	**88,713**	110,404	98,007
Fixed interest & fixed interest funds				
Rathbone UT MGT Ethical Bond	**58,327**	**50,956**	48,235	38,337
Royal London Ethical Bond	**58,205**	**50,642**	49,435	39,968
RCB Bonds PLC 4.4% SNR 30/04/2027	**17,825**	**17,369**	17,825	17,175
RCB Bonds PLC 4.25% SNR 06/07/2028	**14,625**	**13,800**	14,625	13,525
Retail Charity BON 4.25% SNR 30/03/2028 GBP10	**22,725**	**21,042**	22,725	20,691
RETAIL CHARITY BON 4.25% SNR 20/06/28 GBP10	**24,625**	**23,697**	24,625	23,210
	196,332	**177,506**	177,470	152,906
Global Equities & Equity Funds (ex UK)				
CFP Castlefield FD CFP Castlefield Sust UK SML	**-**	**-**	80,478	134,537
Global Equities & Equity Funds				
FUNDROCK PTNRS LTD FP WHEB SUST B GBP ACC	**136,819**	**153,293**	136,514	142,899
Conbrio FD PTN LTD CFP CFLD BEST SUST EURP GI	**152,946**	**179,500**	152,946	170,836
FIRST SENTIER INVR STEWART INV WWIDE SUSTA	**151,120**	**169,126**	151,120	161,726
LIONTRUST FUND PAR SUST FUTURE GBL GTH 2 A	**92,670**	**110,864**	92,670	92,164
SARASIN FUND MANAG SARSIN RESPONSIBLE GBI	**75,737**	**84,307**	75,737	76,759
	609,292	**697,091**	608,987	644,384
Multi-Asset Funds				
CCLA INVESTMENT MA INVESTMENT INCOME	**23,785**	**566,389**	23,785	517,068
	23,785	**566,389**	23,785	517,068
Other assets				
Capital for Colleagues Ord 0.40	**43,605**	**64,074**	43,605	45,089
CFP Castlefield FD CFP Real RTN GN	**129,269**	**141,658**	125,078	138,174
	172,874	**205,731**	168,683	183,263
UK Equities & Equity Funds				
Castlefield FD PTN BEST Income	**83,256**	**143,184**	-	-
Castlefield FD PTN UK Smaller Cos Fund	**565,464**	**697,171**	593,110	755,043
	648,720	**840,355**	593,110	755,043
TOTAL	**1,761,407**	**2,575,785**	1,762,917	2,485,208

11 Debtors	2024	2023
	£	£
Other debtors	**13,933**	690
	13,933	690

12 Creditors: amounts falling due within one year	2024	2023
	£	£
Trade creditors and accruals	**15,239**	21,813
Other creditors	**19,884**	19,884
	35,123	41,697

13 Analysis of net assets between funds	General Unrestricted funds	Restricted funds	Total funds
	£	£	£
Fixed assets	10,195,285	500	**10,195,785**
Current assets	232,579	-	**232,579**
Current liabilities	(35,123)	-	**(35,123)**
Net assets at 31 March 2024	10,392,741	500	**10,393,241**

14 Restricted funds	2024	2023
	£	£
At 31 March 2024 and 31 March 2023	**500**	500

Lanty Brow was gifted to the Foundation by the executors of the estate of the late Mr Hymas in December 1990, under a deed of covenant which stipulated that no building was to take place on the land.

15 Unrestricted funds	2024	2023
	£	£
Balance at 1 April 2023	**10,290,344**	10,505,663
Incoming resources	**411,338**	406,341
Resources expended	**(408,717)**	(481,624)
Investment (losses) gains	**99,776**	(140,036)
Balance at 31 March 2024	**10,392,741**	10,290,344

16 Leasing agreements	2024	2023
	£	£
Minimum lease payments under non-cancellable operaring leases fall due as follows:		
Witin one year	**523**	-
Between one year and five years	**1,962**	-
	2,485	-

17 Control

There is no ultimate controlling party.

KELSICK'S EDUCATIONAL FOUNDATION

England & Wales - Charity number 526956

Accounts

Charity Number **526956**

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Report and Financial Statements
For the year ended 31 March 2023

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Report and Financial Statements
For the year ended 31 March 2023

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KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Annual Report
For the year ended 31 March 2023

The Trustees present their report together with the audited financial statements of the charity for the year ended 31 March 2023. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Charity.

REFERENCE AND ADMINISTRATIVE DETAILS

The registered name of the Charity is Kelsick's Educational Foundation. The registered charity number is 526956.

Trustees who served during the year and those who were Trustees at the date of this report are as follows:

Nominated
By Lakes Parish Council (Term of 4 years)
Mr N Martin (Chairman)
Mr M Blackburn
Mrs L Dixon (Vice Chairman)
Mr L Johnson

By Westmorland and Furness Council (Term of 4 years)
Mr W Clark (re-appointed May 2023)

By University of Cumbria (Term 4 years)
Professor M Mansfield (resigned 16th February 2023)

Co-opted (Term of 5 years)
Mr N Hutchinson
Mrs A J Renouf
Mr P B Edmondson
Dr P Davies
Mr J Cunningham

Ex officio (Vicar of Ambleside)

Revd. B Lock (resigned 16th February 2023)

Clerk to Trustees and Kelsick Centre Manager
Mr P G Frost (retired 31st March 2023)
Mr M Seaton (appointed 17th April 2023)

Principal Office
Kelsick Centre
St Mary's Lane
Ambleside
Cumbria LA22 9DG

Surveyors and Property Consultants
Carter Jonas
52 Kirkland
Kendal
Cumbria LA9 5AP

Bankers
Barclays Bank PLC
Crescent Road
Windermere
Cumbria LA23 1EA

Auditors
Xeinadin Audit Limited
100 Barbirolli Square
Manchester
M2 3BD

Solicitors
Progression Solicitors
5 Crescent Road
Windermere
LA23 1EA

Investment Advisors
Castlefield Investments
1 Portland Street
Manchester M1 3BE

CCLA
Senator House
85 Queen Victoria Street
London EC4V 4ET

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Annual Report
For the year ended 31 March 2023

STRUCTURE, GOVERNANCE & MANAGEMENT

Kelsick's Educational Foundation is a registered Charity (charity number 526956) and is governed by a Scheme dated 13 November 2001, reference N165/01(s), as amended by resolution dated 20 August 2009, made by the Charity Commissioners for England and Wales under the power given in the Charities Act 2011.

The Trustees are appointed under the Scheme as follows:

a) The ex-officio Trustee will be the Vicar of the Parish of Ambleside or his / her nominee.
b) The nominated Trustees must be appointed as follows :-
   i) One from Cumbia County Council for 4 years
   ii) Four by Lakes Parish Council for 4 years, of whom at least one shall be a woman.
   iii) One by the governing body of University of Cumbria for 4 years
c) The Co-opted Trustees are elected by the existing board of Trustees. Co-opted Trustees must be persons who the other Trustees consider can bring particular expertise or knowledge to the Trustee body. Each appointment must be for a term of 5 years.

All new Trustees are required to undertake an induction programme and undergo a structured introduction to the operation of the Foundation.

Trustee meetings are held 4 times per year to review and agree major area of policy or at such other times as considered necessary.

Risk management
The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Foundation and are satisfied that systems are in place to mitigate exposure to major risks.

OBJECTIVES AND ACTIVITIES

The Objects of the Charity are:

1. The provision of special benefits, of any kind not normally provided by the Local Education Authority, for any Voluntary Schools and Academies that were formerly Voluntary Schools serving the area of benefit, with preference being given to Voluntary Schools and Academies that were formerly Voluntary Schools within Ambleside.
2. In promoting the education (including social and physical training) of persons under the age of 25 who are resident in the area of benefit and in need of financial assistance.
3. Any surplus income may be applied for the above objects in Patterdale Ward and the former County of Westmorland.

Strategies for achieving the Objects of the Charity

1. Maintaining appropriate levels of income from
   i. properties with regular rent reviews and oversight by agents, Carter Jonas.
   ii. investments through investment managers, Castlefield Investments.
2. Informing potential beneficiaries through
   i. Kelsick Brochure sent to all households
   ii. our web-site: www.kelsick.org.uk
   iii. annual advertisements in the 3 Parish Magazines going to all households
   iv. direct contact with schools by visits by the Trustees.
   v. Kelsick Office open each weekday morning
   vi. all board meetings reported in the Westmorland Gazette

3. Meetings of the full Board of Trustees 4 times a year. At the quarterly meetings, the Trustees agree the broad strategy and areas of activity for the Foundation, including the consideration of grant making, property maintenance, investment, reserves and risk management policies and performance. The day to day administration of grants and the processing and handling of applications prior to consideration by the Board of Trustees is delegated to the Clerk to the Trustees. Meetings of sub-committees for Finance, Grants, Property and Publicity are convened as required. The Board keeps the skill requirements of the Trustee body under review in the event a Trustee permanently retires, and new Trustees are required.
4. Circulating Solicitors with the Kelsick brochure in request of potential donations.

Grant making policy

The Foundation invites applications for grants from individuals, voluntary schools and groups by informing potential beneficiaries as stated on page 2. Applicants submit a summary of their requirements in specific format which is reviewed against criteria established by the constitution. The Trustees approve the grants at quarterly meetings.

Details of how to apply for grants, together with the relevant forms are available on the charity's website and on application to the Foundation office.

ACHIEVEMENTS AND PERFORMANCE AND PLANS FOR FUTURE PERIODS

The Kelsick's Education Foundation continues to flourish, providing support for the three local schools, and young people living within the parishes.

Grants

On Table B, for the financial year 2022-23, it shows an increase from £267,691 in 2021-22 to £282,769. The level of grants to the schools of Ambleside, Grasmere and Langdale has increased above pre-covid levels. Grants to individuals are still marginally lower than pre covid levels but are starting to recover.

Educational Health Care Plan ("EHCP") grants are still posing questions for us in terms of their funding in the longer term given other funding priorities. Face-to-face meetings with the head teachers are again taking place.

Table A
Higher Education –Degree, HND- Number of Applicants

Academic Year	1st Year	2nd Year	3rd Year	4th& 5th Year	Total Nos
2012-13	13	15	17	7	52
2013-14	15	10	8	6	39
2014-15	15	6	6	9	36
2015-16	14	12	7	6	39
2016-17	8	13	8	8	37
2017-18	10	9	15	13	47
2018-19	13	4	8	7	32
2019-20	9	9	6	7	31
2020-21	11	11	8	9	39
2021-22	9	10	6	8	33
2022-23	9	14	9	4	36

Table B
Categories of grant awards and comparison with 2021-22

	2022-23		2021-22	
Category	**Grant for Category**	**As %age of total grant**	Grant for Category	As %age of total grant
Primary - Individuals	**£12,775**	**4.52%**	£4,595	1.72%
Secondary and Further Education - Individuals	**£26,434**	**9.35%**	£23,323	8.71%
Higher Education	**£29,598**	**10.47%**	£31,710	11.85%
Schools	**£212,962**	**75.31%**	£205,942	76.93%
Special needs	**£1,000**	**0.35%**	£2,121	0.79%
TOTAL	**£282,769**	**100.00%**	£267,691	100.00%

Table A. This table should be read diagonally in order to see how the numbers of a given entry in a given year are maintained throughout a course.
Table B. This table shows the grant distribution between different categories.

Property maintenance

Carter Jonas are our advisers on our properties, rent, valuation, repairs and improvements. Our agent is Suzie Barron and our meetings with Suzie have gone well.

We have restarted the rolling program of property maintenance and upgrading as required. Several priority works are under way, which have been delayed due to the pandemic and availability of contractors. This has resulted in a material increase of £78,079 in maintenance and repairs expenditure year on year to a total of £99,480 in 2022-23. It is anticipated that higher than previously planned levels of maintenance will continue into 2023-24 in order to fully address backlog of works.

General

Peter Frost retired in March 2023 after 31 years serving the foundation. Dorothy Dixon also retired during the year after a similar level of service. I'd like to express our sincere appreciation and commend everything that both Peter and Dorothy have contributed over the years to the work of the Foundation.

We have welcomed their successors, Mike Seaton our new Clerk and Keksick Centre Manager, and Helen Ramsay our new Accounts Administrator. Both Mike and Helen have settled into their roles very well.

I'd like to offer my thanks to Revd B Lock and Prof M Mansfield for their service to the Board of Trustees.

The trustees have given support to me and the Foundation, without which we could not go forward. I would like to thank them all. Thank you.

300th Anniversary

2023 marks the 300th anniversary of the Kelsick Educational Foundation, and plans are ongoing to celebrate this significant milestone.

As we plan for the future we will be reviewing our grant-making policies and procedures, and looking to expand the use of the Kelsick Centre as a key resource for the community.

PUBLIC BENEFIT

The Trustees of Kelsick's Educational Foundation believe they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission.

Principle 1. There must be identifiable benefits

1a) To provide grants for the educational needs of young people resident in the Lakes Parish and the Voluntary Schools in the same area.
1b) To reduce the financial constraints on the educational development of young people resident in the Lakes Parish.
1c) There does not appear to be any detriment in the benefits provided.

Principle 2. Benefit must be to the public, or a section of the public.

2a) The beneficiaries of the Kelsick Foundation are clearly laid out in the Scheme of 2001, and it is only to these beneficiaries that grants are given.
2b) The benefits are to a section of the public as laid down in the Charity Commission Scheme of 2001. This limits grant aid for educational need to young people under the age of 25 resident in the Lakes Parish and the Voluntary Schools in the same area. There are no other constraints applied by the Trustees other than the provision of receipts arising from the purchase of goods or services. The principle is that, no matter what the financial standing of the parents or of the individual, if the age, geographical and educational needs criteria are fulfilled the applicant will receive grant aid.

FINANCIAL REVIEW

The two main funding sources are income from property and income from investments.

Activities and results

At the end of the financial year money held in the Banks came to £226,643 (2022 - £276,494) representing a decrease of £49,851 in the amount held compared with last year.

Our overall income for the year was £406,341 (2022 - £407,536) and expenditure £481,624 (2022 - £382,351).

Income from UK Investments was £57,685 (2022 - £58,972) and rental income from our property portfolio £348,656 (2022 - £347,314).

The increase in property maintenance costs year on year reflect, as previously noted, the addressing of backlog priority works as a result of the impact of the Covid pandemic, but the Foundation has been mindful of such costs and during this last 3-year period increased its cash reserves in anticipation of increased outgoings in this area in the near term.

It is a continuing sign of our financial health and resilience that we can continue to fund grant applications and have money available for emergency grant aid and for property maintenance. We now receive many letters from grant recipients, particularly in Higher Education, expressing their gratitude for the money they receive and stating how important it is in their being able to continue courses under considerably less financial stress.

Fixed Asset investments

The Trustees have appointed professional advisors (as noted on page 1) to assist them in the management of the property and investment portfolios. The net returns from the respective investments, after taking account of all directly attributable costs were 2.2% (2022 – 3.2%) for the property portfolio and 1.9% (2022 – 1.9%) for the investment portfolio. This year the market value of investments has decreased reflecting the general level of uncertainty over the economy.

Reserves policy

Unrestricted funds are needed:

a) to cover administration and support costs essential for the functioning of the Foundation.
b) because most of our income is derived from property rent. All the properties were passed to the Foundation at the end of 99-year ground leases, and are therefore stone built, and expensive to maintain. It is essential we have significant reserves on which to draw for regular maintenance as well as for any major emergencies, the latter being, by definition, unpredictable, in order that our rental income can remain high.
c) for the provision of grants. This being the purpose of the Foundation. It will be seen that our grant aid has increased from £45,166 in 1992/1993 to £282,769 in 2022-23. With further financial pressure on HE students from fee increases we anticipate that grant aid will remain at least at this level again in 2022-23. Furthermore, we frequently have requests for 'emergency grants' often of substantial amounts, particularly with regards to children with Special Needs and also developments within the three voluntary schools in the area of benefit.
d) Investment income has stabilised with no further significant investment in the markets at present and while regular rent reviews take place they are at 2 or 3 year intervals and therefore there are flat periods in rental income increase.
e) because at the commencement of each financial year the Foundation has substantial commitments in the form of grants payable to the three voluntary schools in our area as well as to individuals. These grants are not contractual.

The target level of free reserves is circa £200,000 which is based on six months unrestricted running costs together with a fund for property maintenance. This is reviewed annually by the Trustees taking into consideration the ongoing costs and property maintenance program. Free reserves as of 31 March 2023 were a little below that target at £185,636 (2022 - £246,687).

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:

a) select suitable accounting policies and apply them consistently;
b) observe the methods and principles in the Charities SORP;
c) make judgments and accounting estimates that are reasonable and prudent;
d) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
e) 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 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.

In so far as the Trustees are aware:

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

The Trustees' report was approved and was signed on behalf of the Trustees by:

N. C. Martin

Mr N Martin
Chairman

17 August 2023

Opinion

We have audited the financial statements of Kelsick's Educational Foundation (the 'Charity') for the year ended 31 March 2023 which comprise the Statement of Financial Activities, Statement of Financial Position, 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, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 March 2023 and of its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 Auditor's 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 Charitable Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Trustees' report other than the financial statements and our auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report

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

- the information given in the Trustee's Annual Report is inconsistent in any material respect with the financial statements; or
- the Charity has not kept adequate accounting records; 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 Trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on page 6, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the 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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor 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 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:

Identifying and assessing potential risks related to irregularities

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

- The nature of the industry and sector, control environment and business performance including the Charity's remuneration policies, key drivers for remuneration and performance targets;
- Results of the enquiries of management about their own identification and assessment of the risks of irregularities;
- Any matters we have identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
    - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance;
    - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
    - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
    - the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following areas: revenue recognition and the impact of COVID-19. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the Charitable Company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included UK Companies Act, Charities Act, Health and Safety Laws and Environmental Regulations.

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

Audit response to risks identified

Our procedures to respond to risks identified included the following:

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

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

No instances of material non-compliance were identified. However, 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: https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the 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 the Charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

100 Barbirolli Square
Manchester
M2 3BD

Michael Garrett (Senior Statutory Auditor)
For and on behalf of
Xeinadin Audit Limited

17 August 2023

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Financial Activities
For the year ended 31 March 2023

	Note	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Total Funds 2022 £
INCOME					
Investment income	3				
- Income from properties		**348,656**	-	**348,656**	347,314
- Income from investments		**57,685**	-	**57,685**	58,972
Other income	4	-	-	-	1,250
Total income		**406,341**	-	**406,341**	407,536
EXPENDITURE					
Costs of raising funds					
Investment property costs	8	**175,613**	-	**175,613**	95,530
Investment management costs	8	**10,466**	-	**10,466**	10,256
Expenditure on charitable activities					
Education	8	**282,769**	-	**282,769**	267,691
Governance costs	8	**12,776**	-	**12,776**	8,874
Total expenditure		**481,624**	-	**481,624**	382,351
Net income (expenditure) and net movement in funds before gains and losses on investments		**(75,283)**	-	**(75,283)**	25,185
Gains (losses) on revaluation and disposal of investments	10	**(140,036)**	-	**(140,036)**	80,617
Gain on revaluation of investment property	9	-	-	-	1,101,250
Net movement in funds		**(215,319)**	-	**(215,319)**	1,207,052
Fund balance at 1 April 2022		**10,505,663**	**500**	**10,506,163**	9,299,111
Fund balance at 31 March 2023		**10,290,344**	**500**	**10,290,844**	10,506,163

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Financial Position
As at 31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Investment properties	9	**7,620,000**	7,620,000
Investments	10	**2,485,208**	2,639,476
		10,105,208	10,259,476
Current assets			
Debtors	11	**690**	8,957
Cash at bank and in hand		**226,643**	276,494
		227,333	285,451
Creditors: amounts falling due within one year	12	**(41,697)**	(38,764)
Net current assets		**185,636**	246,687
Net assets	13	**10,290,844**	10,506,163
FUNDS			
Restricted funds	14	**500**	500
Unrestricted funds	15		
- General funds		**10,290,344**	10,505,663
Total funds		**10,290,844**	10,506,163

The financial statements on pages 11 to 20 were approved by the Board of Trustees and signed on its behalf by:

Mr N Martin
Chair

Mr J Cunningham
Trustee and Chairman of Finance

17 August 2023

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Cash Flows
For the year ended 31 March 2023

	2023 £	2022 £
Net cash generated from operating activities	**(64,083)**	44,715
Cash flow from investing activities		
Purchase of investments	**(472,849)**	(53,675)
Disposals of investments	**487,081**	46,826
Net cash flow from investing activities	**14,232**	(6,839)
Change in cash and cash equivalents in the year	**(49,851)**	37,876
Cash and cash equivalents brought forward	**276,494**	238,618
Cash and cash equivalents carried forward	**226,643**	276,494
Cash and cash equivalents consists of:		
Cash at bank and in hand	**226,643**	276,494

Net cash generated from operating activities

Net movement in funds before gains and losses on investments	**(75,283)**	25,185
Depreciation	**-**	-
(Increase) decrease in debtors	**8,267**	16,297
(Decrease) increase in creditors	**2,933**	3,233
	(64,083)	44,715

1 General information

Kelsick's Educational Foundation is a registered Charity (charity number 526956) and is governed by a Scheme dated 13 November 2001, reference N165/01(s), as amended by resolution dated 20 August 2009, made by the Charity Commission for England and Wales under the power given in the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) issued 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

2 Accounting policies

i. Basis of preparation

The accounts financial statements have been prepared in accordance with the relevant version of the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) 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: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

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.

ii. Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value. UK quoted securities are valued at the mid-market price quoted by the London Stock Exchange at the year end date. Unit trusts are at the middle of the prices prevailing on that date. The SoFA includes the net gains and losses arising on the revaluation and disposals throughout the year.

Investment properties are not depreciated. They are valued periodically by Carter Jonas, Chartered Surveyors on an open market basis.

Depreciation is provided on associated fixtures used in the investment properties at rates calculated to write off the cost of each asset over its expected useful life as follows:

Fixtures, fittings and equipment	20% straight line

iii. Funds

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable

Restricted funds are funds which have been given for a particular purpose. Details of the nature and purpose of the restricted fund is set out in note 14 to the financial statements.

Designated funds comprise those funds which the trustees periodically set aside for investment property refurbishments and other designated purposes.

2 Accounting policies (continued)

iv. Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the monetary value of income can be measured reliably.

Investment income is earned through holding assets for investment purposes including property and quoted securities. It includes rent, dividends and interest. Income from quoted securities is stated gross of tax and is included in the SOFA in the year in which it is receivable. Rental income is recognised when the Charity's right to payment is established.

The Charity funds its activities almost entirely through its investment income.

v. Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to the expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure (including irrecoverable VAT) is accounted for on an accruals basis.

Costs of raising funds represents costs relating to activities where the primary aim is to raise funds and consists of expenditure relating to the management of investments.

Charitable activities comprise of those costs incurred by the charity where the primary aim is the delivery of activities and services within the objects of the charity. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grants payable include all expenditure incurred on grants awarded or on other schemes run in the pursuance of the Foundation's objectives. Grants are accounted for when the Foundation has a legal or constructive commitment.

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

vi. Support costs allocation

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis e.g. staff time or estimated usage as set out in Note 7.

vii. Gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value or cost in the year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the SoFA.

viii. 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.

ix. Going concern

The financial statements have been prepared on a 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. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

3 Investment income	2023	2022
	£	£
Income from UK property		
Rents receivable	**339,598**	339,759
Room hire	**9,058**	7,555
	348,656	347,314
Income from UK investments		
Interest and dividends	**56,841**	58,944
Bank interest receivable	**844**	28
	57,685	58,972

4 Other income

This represents the proceeds from the sale of a small parcel of land.

5 Staff costs	2023	2022
	£	£
Salaries and wages	**36,509**	33,246
Social security costs	**-**	-
	36,509	33,246

The average number of part time employees during the year was	Number	Number
Administration support staff	**2**	2
Cleaner	**1**	1
	3	3

No employee received remuneration amounting to more than £60,000 in either year.

None of the Trustees received any remuneration or expenses during either of the above two years.

Staff costs include a cleaner engaged on a contract basis.

6 Taxation

The Foundation is a registered charity and does not pay income tax.

7 Grants payable	2023	2022
	£	£
Grants awarded to voluntary schools and organisations		
Ambleside Primary School	**80,070**	79,914
Grasmere Primary School	**65,498**	59,109
Langdale Primary School	**67,394**	66,520
Special grant for Kids Centre booklets	**-**	399
	212,962	205,942
Grants awarded to individuals	**69,807**	61,749
	282,769	267,691

8 Total resources expended

	Basis of allocation	Investment management costs £	Investment property costs £	Education £	Governance £	2023 Total £	2022 Total £
Costs directly allocated to activities							
Grants to individuals	Direct	-	-	**69,807**	-	**69,807**	61,749
Grants to voluntary schools and organisations	Direct	-	-	**212,962**	-	**212,962**	205,942
Investment management fees	Direct	**10,466**	-	-	-	**10,466**	10,256
Rates and services	Direct	-	**8,299**	-	-	**8,299**	9,159
Maintenance and repairs	Direct	-	**99,480**	-	-	**99,480**	21,401
Insurance	Direct	-	**13,267**	-	-	**13,267**	15,276
Legal and professional fees	Direct	-	-	-	**1,952**	**1,952**	450
Bad debts	Direct	-	-	-	-	-	-
Sundry expenses	Direct	-	**3,963**	-	-	**3,963**	2,789
Auditors' fees - audit services	Direct	-	-	-	**7,500**	**7,500**	7,230
Auditors' fees - other services	Direct	-	-	-	**3,324**	**3,324**	1,644
Depreciation	Direct	-	-	-	-	-	-
Property management costs	Direct	-	**8,645**	-	-	**8,645**	3,949
Support costs allocated to activities							-
Staff costs	Staff Time	-	**36,509**	-	-	**36,509**	33,246
Office costs	Usage	-	**5,450**	-	-	**5,450**	9,260
		10,466	**175,613**	**282,769**	**12,776**	**481,624**	382,351

9 Investment properties

	Freehold land and buildings £	Fixtures, fittings and equipment £	Total £
Cost / Valuation			
At 1 April 2022	7,620,000	70,319	7,690,319
Additions	-	-	-
Revaluation	-	-	-
At 31 March 2023	7,620,000	70,319	7,690,319
At cost	-	70,319	70,319
At valuation	7,620,000	-	7,620,000
	7,620,000	70,319	7,690,319
Depreciation			
At 1 April 2022	-	70,319	70,319
Disposals	-	-	-
Charge for the year	-	-	-
At 31 March 2023	-	70,319	70,319
Net book value :			
At 31 March 2023	**7,620,000**	**-**	**7,620,000**
At 31 March 2021	7,620,000	-	7,620,000

The freehold land and buildings belonging to the Foundation were revalued at an open market value for existing use basis on 1 June 2022 by Carter Jonas, Chartered Surveyors.

10 Fixed Asset Investments

Fair value :	**2023** £	2022 £
At 1 April 2022	**2,639,476**	2,552,020
Additions at cost	**472,849**	53,675
Disposal proceeds	**(487,081)**	(46,836)
Increase (decrease) in fair value	**(140,036)**	80,617
At 31 March 2023	**2,485,208**	2,639,476

All investments are carried at their fair value. Investment in equities and fixed interest securities are all traded in quoted public markets including the London Stock Exchange. Holdings in common investment funds, unit trusts and open ended investment companies are at bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

10 Fixed Asset Investments (continued)

	Cost 2023	Market Value 2023	Cost 2022	Market Value 2022
Direct Property & Property Funds	**£**	**£**	£	£
Mayfair Capital In Prop Inc Trust	**25,986**	**25,740**	76,016	92,288
First Sentier inv responsible listed infrastr	**42,201**	**36,814**	-	-
FP Foresight OEIC FP FRSGHT GBL REAL INFRS A	**42,217**	**35,453**	-	-
	110,404	**98,007**	76,016	92,288
Fixed interest & fixed interest funds				
Rathbone UT MGT Ethical Bond	**48,235**	**38,337**	48,235	44,511
Royal London Ethical Bond	**49,435**	**39,968**	49,435	45,974
RCB Bonds PLC 4.4% SNR 30/04/2027	**17,825**	**17,175**	-	-
RCB Bonds PLC 4.25% SNR 06/07/2028	**14,625**	**13,525**	-	-
Places for People 4.25% GTD SNR 15/12/23 GBP	-	-	24,425	25,312
RETAIL CHARITY BON 4.25% SNR 06/07/2026 GBP	-	-	14,625	15,197
Retail Charity BON 4.4% BDS 30/04/25 GBP1000	-	-	24,307	24,867
RETAIL CHARITY BON 4% SNR MTN 31/10/27 GBP	-	-	26,725	27,205
Retail Charity BON 4.25% SNR 30/03/2028 GBP10	**22,725**	**20,691**	22,725	22,316
RETAIL CHARITY BON 4.25% SNR 20/06/28 GBP10	**24,625**	**23,210**	24,625	25,073
	177,470	**152,906**	235,102	230,455
Global Equities & Equity Funds (ex UK)				
CFP Castlefield FD CFP Castlefield Sust UK SML	**80,478**	**134,537**	45,913	126,521
Global Equities & Equity Funds				
FUNDROCK PTNRS LTD FP WHEB SUST B GBP ACC	**136,514**	**142,899**	73,044	83,789
Conbrio FD PTN LTD CFP CFLD BEST SUST EURP GI	**152,946**	**170,836**	63,396	77,372
FIRST SENTIER INVR STEWART INV WWIDE SUSTA	**151,120**	**161,726**	85,782	101,035
LIONTRUST FUND PAR SUST FUTURE GBL GTH 2 A	**92,670**	**92,164**	39,120	44,929
SARASIN FUND MANAG SARSIN RESPONSIBLE GBI	**75,737**	**76,759**	30,095	35,785
	608,987	**644,384**	291,437	342,910
Multi-Asset Funds				
CCLA INVESTMENT MA INVESTMENT INCOME	**23,785**	**517,068**	23,785	547,226
	23,785	**517,068**	23,785	547,226
Other assets				
Capital for Colleagues Ord 0.40	**43,605**	**45,089**	43,605	64,074
CFP Castlefield FD CFP Real RTN GN	**125,078**	**138,174**	88,763	111,633
	168,683	**183,263**	132,368	175,707
UK Equities & Equity Funds				
Castlefield FD PTN BEST Income	-	-	517,846	536,892
Castlefield FD PTN UK Smaller Cos Fund	**593,110**	**755,043**	379,378	587,477
	593,110	**755,043**	897,224	1,124,369
TOTAL	**1,762,917**	**2,485,208**	1,701,845	2,639,476

11 Debtors

	2023	2022
	£	£
Other debtors	**690**	8,957
Prepayments and accrued income	**-**	-
	690	8,957

12 Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors and accruals	**21,813**	14,130
Other creditors	**19,884**	24,634
	41,697	38,764

13 Analysis of net assets between funds

	General Unrestricted funds	Restricted funds	Total funds
	£	£	£
Fixed assets	10,104,708	500	**10,105,208**
Current assets	227,333	-	**227,333**
Current liabilities	(41,697)	-	**(41,697)**
Net assets at 31 March 2023	10,290,344	500	**10,290,844**

14 Restricted funds

	2023	2022
	£	£
At 31 March 2023 and 31 March 2022	**500**	500

Lanty Brow was gifted to the Foundation by the executors of the estate of the late Mr Hymas in December 1990, under a deed of covenant which stipulated that no building was to take place on the land.

15 Unrestricted funds

	2023	2022
	£	£
Balance at 1 April 2022	**10,505,663**	9,298,611
Incoming resources	**406,341**	407,536
Resources expended	**(481,624)**	(382,351)
Investment (losses) gains	**(140,036)**	80,617
Property revaluation gain	**-**	1,101,250
Balance at 31 March 2023	**10,290,344**	10,505,663

16 Control

There is no ultimate controlling party.

KELSICK'S EDUCATIONAL FOUNDATION

England & Wales - Charity number 526956

Accounts

Charity Number **526956**

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Report and Financial Statements
For the year ended 31 March 2022

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Report and Financial Statements
For the year ended 31 March 2022

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KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Annual Report
For the year ended 31 March 2022

The Trustees present their report together with the audited financial statements of the charity for the year ended 31 March 2022. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Charity.

REFERENCE AND ADMINISTRATIVE DETAILS

The registered name of the Charity is Kelsick's Educational Foundation. The registered charity number is 526956.

Trustees who served during the year and those who were Trustees at the date of this report are as follows:

Nominated
By Lakes Parish Council (Term of 4 years)
Mr N Martin (Chairman)
Mr M Blackburn
Mrs L Dixon (Vice Chairman)
Mr L Johnson

By Cumbria County Council (Term of 4 years)
Mr W Clark

By University of Cumbria (Term 4 years)
Professor M Mansfield

Co-opted (Term of 5 years)
Mr N Hutchinson
Mrs A J Renouf
Mr P B Edmondson
Dr P Davies
Mr J Cunningham
Mr P Jackson (resigned 24th February 2022)

Ex officio (Vicar of Ambleside)
Revd. B Lock

Honorary Trustee
Mr J O Halstead

Clerk to Trustees and Chief Executive Officer
Mr P G Frost

Principal Office
Kelsick Centre
St Mary's Lane
Ambleside
Cumbria LA22 9DG

Surveyors and Property Consultants
Carter Jonas
52 Kirkland
Kendal
Cumbria LA9 5AP

Bankers
Barclays Bank PLC
Crescent Road
Windermere
Cumbria LA23 1EA

Auditors
Xeinadin Audit Limited
1 City Road East
Manchester
M15 4PN

Solicitors
Progression Solicitors
5 Crescent Road
Windermere
LA23 1EA

Investment Advisors
Castlefield Investments
1 Portland Street
Manchester M1 3BE

CCLA
Senator House
85 Queen Victoria Street
London EC4V 4ET

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Annual Report
For the year ended 31 March 2022

STRUCTURE, GOVERNANCE & MANAGEMENT

Kelsick's Educational Foundation is a registered Charity (charity number 526956) and is governed by a Scheme dated 13 November 2001, reference N165/01(s), as amended by resolution dated 20 August 2009, made by the Charity Commissioners for England and Wales under the power given in the Charities Act 2011.

The Trustees are appointed under the Scheme as follows:

a) The ex-officio Trustee will be the Vicar of the Parish of Ambleside or his / her nominee.
b) The nominated Trustees must be appointed as follows :-
   i) One from Cumbia County Council for 4 years
   ii) Four by Lakes Parish Council for 4 years, of whom at least one shall be a woman.
   iii) One by the governing body of University of Cumbria for 4 years
c) The Co-opted Trustees are elected by the existing board of Trustees. Co-opted Trustees must be persons who the other Trustees consider can bring particular expertise or knowledge to the Trustee body. Each appointment must be for a term of 5 years.

All new Trustees are required to undertake an induction programme and undergo a structured introduction to the operation of the Foundation.

Trustee meetings are held 4 times per year to review and agree major area of policy or at such other times as considered necessary.

Risk management
The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Foundation and are satisfied that systems are in place to mitigate exposure to major risks.

OBJECTIVES AND ACTIVITIES

The Objects of the Charity are:

1. The provision of special benefits, of any kind not normally provided by the Local Education Authority, for any Voluntary Schools and Academies that were formerly Voluntary Schools serving the area of benefit, with preference being given to Voluntary Schools and Academies that were formerly Voluntary Schools within Ambleside.
2. In promoting the education (including social and physical training) of persons under the age of 25 who are resident in the area of benefit and in need of financial assistance.
3. Any surplus income may be applied for the above objects in Patterdale Ward and the former County of Westmorland.

Strategies for achieving the Objects of the Charity

1. Maintaining appropriate levels of income from
   i. properties with regular rent reviews and oversight by agents, Carter Jonas.
   ii. investments through investment managers, Castlefield Investments.
2. Informing potential beneficiaries through
   i. Kelsick Brochure sent to all households
   ii. our web-site: www.kelsick.org.uk
   iii. annual advertisements in the 3 Parish Magazines going to all households
   iv. direct contact with schools by visits by the Trustees.
   v. Kelsick Office open each weekday morning
   vi. all board meetings reported in the Westmorland Gazette

3. Meetings of the full Board of Trustees 4 times a year. At the quarterly meetings, the Trustees agree the broad strategy and areas of activity for the Foundation, including the consideration of grant making, property maintenance, investment, reserves and risk management policies and performance. The day to day administration of grants and the processing and handling of applications prior to consideration by the Board of Trustees is delegated to the Clerk to the Trustees. Meetings of sub-committees for Finance, Grants, Property and Publicity are convened as required. The Board keeps the skill requirements of the Trustee body under review in the event a Trustee permanently retires and new Trustees are required.
4. Circulating Solicitors with the Kelsick brochure in request of potential donations.

Grant making policy

The Foundation invites applications for grants from individuals, voluntary schools and groups by informing potential beneficiaries as stated on page 2. Applicants submit a summary of their requirements in specific format which is reviewed against criteria established by the constitution. The Trustees approve the grants at quarterly meetings.

Details of how to apply for grants, together with the relevant forms are available on the charity's website and on application to the Foundation office.

ACHIEVEMENTS AND PERFORMANCE AND PLANS FOR FUTURE PERIODS

The Kelsick's Education Foundation has still managed to support the local schools throughout the second year of the COVID-19 pandemic.

Our financial support to the youth of our communities has not returned to the pre-COVID levels as yet but is beginning to improve with classes and trips being reintroduced.

Grants

On Table B, for the financial year 2021-22, it shows an increase from £258,852 in 2020-21 to £267,691 but has not yet reached the pre-COVID level of £282,916 in 2019-20. The level of grants to the schools of Ambleside, Grasmere and Langdale has remained at a similar overall level to 2020-21 as we could not be sure of our income.

Educational Health Care Plan ("EHCP") grants are still posing questions for us. Face-to-face meetings with the head teacher have not taken place due to restrictions.

Table A
Higher Education –Degree, HND- Number of Applicants and Grant Totals

Academic Year	1st Year	2nd Year	3rd Year	4th& 5th Year	Total Nos	Grant Awarded for H.E.
2012-13	13	15	17	7	52	£54,540
2013-14	15	10	8	6	39	£37,393
2014-15	15	6	6	9	36	£31,116
2015-16	14	12	7	6	39	£33,147
2016-17	8	13	8	8	37	£35,230
2017-18	10	9	15	13	47	£42,937
2018-19	13	4	8	7	32	£49,682
2019-20	9	9	6	7	31	£29,353
2020-21	11	11	8	9	39	£33,459
2021-22	9	10	6	8	33	£44,247

The above numbers are to May only from 2007-08 onwards.

Table B
Categories of grant awards and comparison with 2019-20

	2021-22		2020-21	
Category	**Grant for Category**	**As %age of total grant**	Grant for Category	As %age of total grant
Primary - Individuals	**£4,595**	**1.72%**	£2,631	1.01%
Secondary and Further Education - Individuals	**£23,323**	**8.71%**	£13,019	5.02%
Higher Education	**£31,710**	**11.85%**	£33,459	12.92%
Schools	**£205,942**	**76.93%**	£205,047	79.21%
Special needs	**£2,121**	**0.79%**	**£4,696**	**1.81%**
TOTAL	**£267,691**	**100.00%**	£258,852	100.00%

Table A. This table should be read diagonally in order to see how the numbers of a given entry in a given year are maintained throughout a course.
Table B. This table shows the grant distribution between different categories.

Property maintenance

Carter Jonas are our advisers on our properties, rent, valuation, repairs and improvements. Our agent, Rob Bowyer has now left Carter Jonas. We wish him well in his new job. Oliver Batemen has stepped into this role and our meetings with Oliver have gone well.

We are to start the rolling program of property maintenance and upgrading as required. In the main our tenants have come through the COVID period in good order and we hope this continues. These are uncertain times and nothing can be taken for granted, we are pleased with how we have so far managed with the pandemic.

General

Peter Frost and Dorothy Dixon have kept traffic running throughout the year in difficult circumstances. We are very grateful for all the work they have done.

We have had changes this year, Dorothy has decided to retire after 26 years, and Peter Jackson has also retired as a trustee after27 years as Vice Chairman and Chairman of Finance. I'd like to express our sincere appreciation and commend everything that Dorothy and Peter have contributed over the years to the work of the Foundation.

Helen Ramsey is now working with Peter and Dorothy to achieve a smooth transition of Dorothy's position. Linda Dixon has taken the role of Vice Chairman, and John Cunningham has taken the role of Chairman of Finance.

The trustees have given support to me and the Foundation, without which we could not go forward. I would like to thank them all. Thank you.

PUBLIC BENEFIT

The Trustees of Kelsick's Educational Foundation believe they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission.

Principle 1. There must be identifiable benefits

1a) To provide grants for the educational needs of young people resident in the Lakes Parish and the Voluntary Schools in the same area.
1b) To reduce the financial constraints on the educational development of young people resident in the Lakes Parish.
1c) There does not appear to be any detriment in the benefits provided.

Principle 2. Benefit must be to the public, or a section of the public.

2a) The beneficiaries of the Kelsick Foundation are clearly laid out in the Scheme of 2001, and it is only to these beneficiaries that grants are given.
2b) The benefits are to a section of the public as laid down in the Charity Commission Scheme of 2001. This limits grant aid for educational need to young people under the age of 25 resident in the Lakes Parish and the Voluntary Schools in the same area. There are no other constraints applied by the Trustees other than the provision of receipts arising from the purchase of goods or services. The principle is that, no matter what the financial standing of the parents or of the individual, if the age, geographical and educational needs criteria are fulfilled the applicant will receive grant aid.

FINANCIAL REVIEW

The two main funding sources are income from property and income from investments.

Activities and results

At the end of the financial year money held in the Banks came to £276,494 (2021 - £238,618) representing an increase of £37,876 in the amount held compared with last year.

Our overall income for the year was £407,536 (2021 - £387,390) and expenditure £382,351 (2021 - £381,641).

Income from UK Investments was £58,944 (2021 - £51,371) and rental income from our property portfolio £347,314 (2021 - £335,095).

It is a continuing sign of the health of our finances that we are able to continue to fund all grant applications and have money available for emergency grant aid and for property maintenance. We now receive many letters from grant recipients, particularly in Higher Education, expressing their gratitude for the money they receive and stating how important it is in their being able to continue courses under considerably less financial stress.

Fixed Asset investments

The Trustees have appointed professional advisors (as noted on page 1) to assist them in the management of the property and investment portfolios. The net returns from the respective investments, after taking account of all directly attributable costs were 3.9% (2021 – 3.6%) for the property portfolio (before taking the revaluation into consideration) and 1.8% (2021 – 1.6%) for the investment portfolio. In the previous year the calculations were slightly distorted due to the reduction in the market value of investments because of the COVID pandemic. This year the market value of investments has continued to increase which is now raising the return percentages.

Our property adviser, Carter Jonas, have valued the property portfolio. Over the 5 year period from the last valuation this has shown an increase of £1,101,250 to £7,620,000.

Reserves policy

Unrestricted funds are needed

a) to cover administration and support costs essential for the functioning of the Foundation.
b) because some 85% of our income is derived from rents. All the properties have passed to the Foundation at the end of 99 year ground leases, and are therefore stone built, and expensive to maintain. It is essential we have significant reserves on which to draw for regular maintenance as well as for any major emergencies, the latter being, by definition, unpredictable, in order that our rental income can remain high.
c) for the provision of grants. This being the purpose of the Foundation. It will be seen that our grant aid has increased from £45,166 in 1992/1993 to £267,691 in 2021-22. With further financial pressure on students from fee increases we anticipate that grant aid will remain at least at this level again in 2022-23. Furthermore, we frequently have requests for 'emergency grants' often of substantial amounts, particularly with regards to children with Special Needs and also developments within the three voluntary schools in the area of benefit.
d) Investment income has stabilised with no further significant investment in the markets at present and while regular rent reviews take place they are at 2 or 3 year intervals and therefore there are flat periods in rental income increase.

e) because at the commencement of each financial year the Foundation has substantial commitments in the form of grants payable to the three voluntary schools in our area as well as to individuals. These grants are not contractual.

The target level of free reserves is a minimum of £200,000 which is based on six months unrestricted running costs together with a fund for property maintenance. This is reviewed annually by the Trustees taking into consideration the ongoing costs and property maintenance program. Free reserves as at 31 March 2022 were £246,687 (2021 - £228,341).

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:

a) select suitable accounting policies and apply them consistently;
b) observe the methods and principles in the Charities SORP;
c) make judgments and accounting estimates that are reasonable and prudent;
d) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
e) 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 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.

In so far as the Trustees are aware:

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

The Trustees' report was approved on 11th August 2022 and was signed on behalf of the Trustees by:

Mr N Martin
Chairman

N.C. Martin

Opinion

We have audited the financial statements of Kelsick's Educational Foundation (the 'Charity') for the year ended 31 March 2022 which comprise the Statement of Financial Activities, Statement of Financial Position, 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, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 March 2022 and of its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 Auditor's 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 Charitable Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are

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 Trustees' report other than the financial statements and our auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report

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

- the information given in the Trustee's Annual Report is inconsistent in any material respect with the financial statements; or
- the Charity has not kept adequate accounting records; 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 Trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on page 6, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the 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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor 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 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:

Identifying and assessing potential risks related to irregularities

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

- The nature of the industry and sector, control environment and business performance including the Charity's remuneration policies, key drivers for remuneration and performance targets;
- Results of the enquiries of management about their own identification and assessment of the risks of irregularities;
- Any matters we have identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
    - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance;
    - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
    - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
    - the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following areas: revenue recognition and the impact of COVID-19. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the Charitable Company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included UK Companies Act, Charities Act, Health and Safety Laws and Environmental Regulations.

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

Audit response to risks identified

Our procedures to respond to risks identified included the following:

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

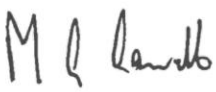
We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members including internal specialists, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

No instances of material non-compliance were identified. However, 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: https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the 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 the Charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.



1 City Road East
Manchester
M15 4PN

Michael Garrett (Senior Statutory Auditor)
For and on behalf of
Xeinadin Audit Limited

11 August 2022

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Financial Activities
For the year ended 31 March 2022

	Note	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
INCOME					
Investment income	3	**406,286**	-	**406,286**	387,390
Other income	4	**1,250**	-	**1,250**	-
Total income		**407,536**	-	**407,536**	387,390
EXPENDITURE					
Costs of raising funds					
Investment management costs	8	**10,256**	-	**10,256**	9,421
Investment property costs	8	**95,530**	-	**95,530**	103,624
Expenditure on charitable activities					
Education	8	**267,691**	-	**267,691**	258,852
Governance costs	8	**8,874**	-	**8,874**	9,744
Total expenditure		**382,351**	-	**382,351**	381,641
Net income (expenditure) and net movement in funds before gains and losses on investments		**25,185**	-	**25,185**	5,749
Gains (losses) on revaluation and disposal of investments	10	**80,617**	-	**80,617**	467,447
Gain on revaluation of investment property	9	**1,101,250**	-	**1,101,250**	-
Net movement in funds		**1,207,052**	-	**1,207,052**	473,196
Fund balance at 1 April 2021		**9,298,611**	**500**	**9,299,111**	8,825,915
Fund balance at 31 March 2022		**10,505,663**	**500**	**10,506,163**	9,299,111

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Financial Position
As at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Investment properties	9	**7,620,000**	6,518,750
Investments	10	**2,639,476**	2,552,020
		10,259,476	9,070,770
Current assets			
Debtors	11	**8,957**	25,254
Cash at bank and in hand		**276,494**	238,618
		285,451	263,872
Creditors: amounts falling due within one year	12	**(38,764)**	(35,531)
Net current assets		**246,687**	228,341
Net assets	13	**10,506,163**	9,299,111
FUNDS			
Restricted funds	14	**500**	500
Unrestricted funds	15		
- General funds		**10,505,663**	9,298,611
Total funds		**10,506,163**	9,299,111

The financial statements on pages 11 to 20 were approved by the Board of Trustees and signed on its behalf by:

Mr N Martin
Chair

11 August 2022

Mr J Cunningham
Trustee and Chairman of Finance

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Cash Flows
For the year ended 31 March 2022

	2022 £	2021 £
Net cash generated from operating activities	**44,715**	(12,433)
Cash flow from investing activities		
Purchase of investments	**(53,675)**	(323,752)
Disposals of investments	**46,836**	340,583
Net cash flow from investing activities	**(6,839)**	16,831
Change in cash and cash equivalents in the year	**37,876**	4,398
Cash and cash equivalents brought forward	**238,618**	234,220
Cash and cash equivalents carried forward	**276,494**	238,618
Cash and cash equivalents consists of:		
Cash at bank and in hand	**276,494**	238,618

Net cash generated from operating activities		
Net movement in funds before gains and losses on investments	**25,185**	5,749
Depreciation	**-**	-
Decrease (increase) in debtors	**16,297**	(16,291)
Increase (decrease) in creditors	**3,233**	(1,891)
	44,715	(12,433)

1 General information

Kelsick's Educational Foundation is a registered Charity (charity number 526956) and is governed by a Scheme dated 13 November 2001, reference N165/01(s), as amended by resolution dated 20 August 2009, made by the Charity Commission for England and Wales under the power given in the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) issued 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

2 Accounting policies

i. Basis of preparation

The accounts financial statements have been prepared in accordance with the relevant version of the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) 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: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

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.

ii. Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value. UK quoted securities are valued at the mid-market price quoted by the London Stock Exchange at the year end date. Unit trusts are at the middle of the prices prevailing on that date. The SoFA includes the net gains and losses arising on the revaluation and disposals throughout the year.

Investment properties are not depreciated. They are valued periodically by Carter Jonas, Chartered Surveyors on an open market basis.

Depreciation is provided on associated fixtures used in the investment properties at rates calculated to write off the cost of each asset over its expected useful life as follows:

Fixtures, fittings and equipment	20% straight line

iii. Funds

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable

Restricted funds are funds which have been given for a particular purpose. Details of the nature and purpose of the restricted fund is set out in note 14 to the financial statements.

Designated funds comprise those funds which the trustees periodically set aside for investment property refurbishments and other designated purposes.

2 Accounting policies (continued)

iv. Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the monetary value of income can be measured reliably.

Investment income is earned through holding assets for investment purposes including property and quoted securities. It includes rent, dividends and interest. Income from quoted securities is stated gross of tax and is included in the SOFA in the year in which it is receivable. Rental income is recognised when the Charity's right to payment is established.

The Charity funds its activities almost entirely through its investment income.

v. Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to the expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure (including irrecoverable VAT) is accounted for on an accruals basis.

Costs of raising funds represents costs relating to activities where the primary aim is to raise funds and consists of expenditure relating to the management of investments.

Charitable activities comprise of those costs incurred by the charity where the primary aim is the delivery of activities and services within the objects of the charity. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grants payable include all expenditure incurred on grants awarded or on other schemes run in the pursuance of the Foundation's objectives. Grants are accounted for when the Foundation has a legal or constructive commitment.

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

vi. Support costs allocation

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis e.g. staff time or estimated usage as set out in Note 7.

vii. Gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value or cost in the year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the SoFA.

viii. 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.

ix. Going concern

The financial statements have been prepared on a 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. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

3 Investment income	2022 £	2021 £
Income from UK property		
Rents receivable	**347,314**	335,095
Income from UK investments		
Interest and dividends	**58,944**	51,371
Bank interest receivable	**28**	924
	58,972	52,295
Total investment income	**406,286**	387,390

4 Other income

This represents the proceeds from the sale of a small parcel of land.

5 Staff costs	2022 £	2021 £
Salaries and wages	**33,246**	31,609
Social security costs	**-**	-
	33,246	31,609

The average number of part time employees during the year was	Number	Number
Administration support staff	**2**	2
Cleaner	**1**	1
	3	3

No employee received remuneration amounting to more than £60,000 in either year.

None of the Trustees received any remuneration or expenses during either of the above two years.

6 Taxation

The Foundation is a registered charity and does not pay income tax.

7 Grants payable	2022 £	2021 £
Grants awarded to voluntary schools and organisations		
Ambleside Primary School	**79,914**	96,616
Grasmere Primary School	**59,109**	53,760
Langdale Primary School	**66,520**	54,671
Special grant for Kids Centre booklets	**399**	-
	205,942	205,047
Grants awarded to individuals	**61,749**	53,805
	267,691	258,852

8 Total resources expended

	Basis of allocation	Investment management costs £	Investment property costs £	Education £	Governance £	2022 Total £	2021 Total £
Costs directly allocated to activities							
Staff costs	Direct	-	5,579	-	-	5,579	5,304
Grants to individuals	Direct	-	-	61,749	-	61,749	53,805
Grants to voluntary schools and organisations	Direct	-	-	205,942	-	205,942	205,047
Investment management fees	Direct	10,256	-	-	-	10,256	9,421
Rates and services	Direct	-	9,159	-	-	9,159	9,598
Maintenance and repairs	Direct	-	21,401	-	-	21,401	32,113
Insurance	Direct	-	15,276	-	-	15,276	13,116
Legal and professional fees	Direct	-	450	-	-	450	12,183
Bad debts	Direct	-	-	-	-	-	-
Sundry expenses	Direct	-	2,789	-	-	2,789	2,768
Auditors' fees - audit services	Direct	-	-	-	7,230	7,230	7,800
Auditors' fees - other services	Direct	-	-	-	1,644	1,644	1,044
Depreciation	Direct	-	-	-	-	-	-
Support costs allocated to activities							
Staff costs	Staff Time	-	27,667	-	-	27,667	26,305
Office costs	Usage	-	13,209	-	-	13,209	3,137
		10,256	95,530	267,691	8,874	382,351	381,641

9 Investment properties

	Freehold land and buildings £	Fixtures, fittings and equipment £	Total £
Cost / Valuation			
At 1 April 2021	6,518,750	70,319	6,589,069
Additions	-	-	-
Revaluation	1,101,250	-	1,101,250
At 31 March 2022	7,620,000	70,319	7,690,319
At cost	-	70,319	70,319
At valuation	7,620,000	-	7,620,000
	7,620,000	70,319	7,690,319
Depreciation			
At 1 April 2021	-	70,319	70,319
Disposals	-	-	-
Charge for the year	-	-	-
At 31 March 2022	-	70,319	70,319
Net book value :			
At 31 March 2022	**7,620,000**	**-**	**7,620,000**
At 31 March 2021	6,518,750	-	6,518,750

The freehold land and buildings belonging to the Foundation were revalued at an open market value for existing use basis on 1 June 2022 by Carter Jonas, Chartered Surveyors.

10 Fixed Asset Investments

Fair value :	**2022** £	2021 £
At 1 April 2021	**2,552,020**	2,101,404
Additions at cost	**53,675**	323,752
Disposal proceeds	**(46,836)**	(340,583)
Increase (decrease) in fair value	**80,617**	467,447
At 31 March 2022	**2,639,476**	2,552,020

All investments are carried at their fair value. Investment in equities and fixed interest securities are all traded in quoted public markets including the London Stock Exchange. Holdings in common investment funds, unit trusts and open ended investment companies are at bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

10 Fixed Asset Investments (continued)

	Cost 2022 £	Market Value 2022 £	Cost 2021 £	Market Value 2021 £
Direct Property & Property Funds				
Mayfair Capital In Prop Inc Trust	**76,016**	**92,288**	76,016	77,991
Fixed interest & fixed interest funds				
Rathbone UT MGT Ethical Bond	**48,235**	**44,511**	44,283	44,127
Royal London Ehtivcal Bond Z	**49,435**	**45,974**	-	-
UK Govt. 8% Treasury 2021	-	-	24,635	17,826
Retail & Charity Bon 4.375% SNR 29/07/23	-	-	21,356	20,789
Places for People 4.25%	**24,425**	**25,312**	24,425	25,678
Retail Charity BON 5% NTS 12/04/26	-	-	8,125	9,273
Retail Charity Bon 4.25% SNR 06/07/2028	**22,725**	**22,316**	14,625	25,581
Retail Charity BON 4.5% BDS 30/04/25	**24,307**	**24,867**	24,307	28,240
Retail Charity BON 4.% SNR SEC 31/10/2027	**26,725**	**27,205**	26,725	23,066
Retail Charity BON 4.25% SNR 2028	**24,625**	**25,073**	22,725	25,424
Retail Charity Bon 4.25% SNR 20/06/2028	**14,625**	**15,197**	24,625	15,543
	235,102	**230,455**	235,831	235,547
Global Equities & Equity Funds (ex UK)				
Castlefield FS PTN B.E.S.T SUST EURP	**63,396**	**77,372**	63,396	77,485
Global Equities & Equity Funds (in UK)				
Fundrock Ptnrs Ltd - GBP acc.	**73,043**	**83,789**	72,975	81,107
First Sentier Invr Stewart Inv.	**85,782**	**101,035**	85,782	95,025
Lion Trust Fund Par Future GBL	**39,120**	**44,929**	39,120	42,502
Sarasin Fund Manag. GBL Eqty	**30,095**	**35,785**	30,095	33,507
	228,040	**265,538**	227,972	252,141
Multi-Asset Funds				
Castlefield FD PTN MNGD Mutli-Asset	**88,763**	**111,633**	88,763	105,451
COIF income shares	**23,785**	**547,226**	23,785	496,871
	112,548	**658,859**	112,548	602,322
Other assets				
Capital for Colleagues Ord 0.40	**43,605**	**64,074**	43,605	42,241
UK Equities & Equity Funds				
Castlefield FD PTN BEST Income	**517,846**	**536,892**	518,164	533,232
Castlefield FD PTN UK Smaller Cos Fund	**379,378**	**587,477**	379,378	603,316
Castlefield FD PTN UK Opportunities	**45,913**	**126,521**	45,913	127,745
	943,137	**1,250,890**	943,455	1,264,293
TOTAL	**1,701,844**	**2,639,476**	1,702,823	2,552,020

11 Debtors

	2022	2021
	£	£
Other debtors	**8,957**	25,254
Prepayments and accrued income	**-**	-
	8,957	25,254

12 Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors and accruals	**14,130**	14,133
Other creditors	**24,634**	21,398
	38,764	35,531

13 Analysis of net assets between funds

	General Unrestricted funds	Restricted funds	Total funds
	£	£	£
Fixed assets	10,258,976	500	**10,259,476**
Current assets	285,451	-	**285,451**
Current liabilities	(38,764)	-	**(38,764)**
Net assets at 31 March 2021	10,505,663	500	**10,506,163**

14 Restricted funds

	2022	2021
	£	£
At 31 March 2022 and 31 March 2021	**500**	500

Lanty Brow was gifted to the Foundation by the executors of the estate of the late Mr Hymas in December 1990, under a deed of covenant which stipulated that no building was to take place on the land.

15 Unrestricted funds

	2022	2021
	£	£
Balance at 1 April 2021	**9,298,611**	8,825,415
Incoming resources	**407,536**	387,390
Resources expended	**(382,351)**	(381,641)
Investment (losses) gains	**80,617**	467,447
Property revaluation gain	**1,101,250**	-
Balance at 31 March 2022	**10,505,663**	9,298,611

16 Control

There is no ultimate controlling party.

KELSICK'S EDUCATIONAL FOUNDATION

England & Wales - Charity number 526956

Accounts

Charity Number **526956**

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Report and Financial Statements
For the year ended 31 March 2021

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Report and Financial Statements
For the year ended 31 March 2021

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KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Annual Report
For the year ended 31 March 2021

The Trustees present their report together with the audited financial statements of the charity for the year ended 31 March 2021. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Charity.

REFERENCE AND ADMINISTRATIVE DETAILS

The registered name of the Charity is Kelsick's Educational Foundation. The registered charity number is 526956.

Trustees who served during the year and those who were Trustees at the date of this report are as follows:

Nominated
By Lakes Parish Council (Term of 4 years)
Mr N Martin (Chairman)
Mr M Blackburn
Mrs L Dixon
Mr L Johnson

By Cumbria County Council (Term of 4 years)
Mr W Clark

By University of Cumbria (Term 4 years)
Professor M Mansfield

Co-opted (Term of 5 years)
Mr N Hutchinson
Mr P Jackson (Vice Chairman)
Mrs A J Renouf
Mr P B Edmondson
Dr P Davies
Mr J Cunningham

Ex officio (Vicar of Ambleside)
Revd. B Lock

Honorary Trustee
Mr J O Halstead

Clerk to Trustees and Chief Executive Officer
Mr P G Frost

Principal Office
Kelsick Centre
St Mary's Lane
Ambleside
Cumbria LA22 9DG

Surveyors and Property Consultants
Carter Jonas
52 Kirkland
Kendal
Cumbria LA9 5AP

Bankers
Barclays Bank PLC
Crescent Road
Windermere
Cumbria LA23 1EA

Auditors
Kay Johnson Gee Limited
1 City Road East
Manchester
M15 4PN

Solicitors
Progression Solicitors
5 Crescent Road
Windermere
LA23 1EA

Investment Advisors
Castlefield Investments
1 Portland Street
Manchester M1 3BE

CCLA
Senator House
85 Queen Victoria Street
London EC4V 4ET

KELSICK'S EDUCATIONAL FOUNDATION

Trustees' Annual Report
For the year ended 31 March 2021

STRUCTURE, GOVERNANCE & MANAGEMENT

Kelsick's Educational Foundation is a registered Charity (charity number 526956) and is governed by a Scheme dated 13 November 2001, reference N165/01(s), as amended by resolution dated 20 August 2009, made by the Charity Commissioners for England and Wales under the power given in the Charities Act 2011.

The Trustees are appointed under the Scheme as follows:

a) The ex-officio Trustee will be the Vicar of the Parish of Ambleside or his / her nominee.
b) The nominated Trustees must be appointed as follows :-
   i) One from Cumbia County Council for 4 years
   ii) Four by Lakes Parish Council for 4 years, of whom at least one shall be a woman.
   iii) One by the governing body of University of Cumbria for 4 years
c) The Co-opted Trustees are elected by the existing board of Trustees. Co-opted Trustees must be persons who the other Trustees consider can bring particular expertise or knowledge to the Trustee body. Each appointment must be for a term of 5 years.

All new Trustees are required to undertake an induction programme and undergo a structured introduction to the operation of the Foundation.

Trustee meetings are held 4 times per year to review and agree major area of policy or at such other times as considered necessary.

Risk management
The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Foundation and are satisfied that systems are in place to mitigate exposure to major risks.

OBJECTIVES AND ACTIVITIES

The Objects of the Charity are:

1. The provision of special benefits, of any kind not normally provided by the Local Education Authority, for any Voluntary Schools and Academies that were formerly Voluntary Schools serving the area of benefit, with preference being given to Voluntary Schools and Academies that were formerly Voluntary Schools within Ambleside.
2. In promoting the education (including social and physical training) of persons under the age of 25 who are resident in the area of benefit and in need of financial assistance.
3. Any surplus income may be applied for the above objects in Patterdale Ward and the former County of Westmorland.

Strategies for achieving the Objects of the Charity

1. Maintaining appropriate levels of income from
   i. properties with regular rent reviews and oversight by agents, Carter Jonas.
   ii. investments through investment managers, Castlefield Investments.
2. Informing potential beneficiaries through
   i. Kelsick Brochure sent to all households
   ii. our web-site: www.kelsick.org.uk
   iii. annual advertisements in the 3 Parish Magazines going to all households
   iv. direct contact with schools by visits by the Trustees.
   v. Kelsick Office open each weekday morning
   vi. all board meetings reported in the Westmorland Gazette

3. Meetings of the full Board of Trustees 4 times a year. At the quarterly meetings, the Trustees agree the broad strategy and areas of activity for the Foundation, including the consideration of grant making, property maintenance, investment, reserves and risk management policies and performance. The day to day administration of grants and the processing and handling of applications prior to consideration by the Board of Trustees is delegated to the Clerk to the Trustees. Meetings of sub-committees for Finance, Grants, Property and Publicity are convened as required. The Board keeps the skill requirements of the Trustee body under review in the event a Trustee permanently retires and new Trustees are required.
4. Circulating Solicitors with the Kelsick brochure in request of potential donations.

Grant making policy

The Foundation invites applications for grants from individuals, voluntary schools and groups by informing potential beneficiaries as stated on page 2. Applicants submit a summary of their requirements in specific format which is reviewed against criteria established by the constitution. The Trustees approve the grants at quarterly meetings.

Details of how to apply for grants, together with the relevant forms are available on the charity's website and on application to the Foundation office.

ACHIEVEMENTS AND PERFORMANCE AND PLANS FOR FUTURE PERIODS

The Kelsick's Education Foundation has been successful in its aims to help, support and nurture education in all its forms. We support the three primary schools Ambleside, Grasmere and Langdale from nursery care upwards. We also support the youth of our community in higher and further education, apprenticeship, multiple educational trips, dance, music and sport.

The Foundation will also react to ongoing situations quickly, if critical situation occurs.

We are facing uncertain times ahead due to COVID-19, we will have to be ready to change and react to events which are unfortunately out of our control.

Grants

From Table B is can be seen that the total value of Grants awarded has decreased, from £282,916 in 2019-2020, to £258,852 in 2020-2021. Grants to Ambleside, Grasmere and Langdale schools have increased from £177,351 in 2019-20 to £205,047 in 2020-21 an increase of £27,696.

Contacts with the schools has been difficult as face-to-face meetings unfortunately weren't allowed to take place. We still have concerns over the increase in special needs for EHCP children and how we find the best way to fund these children.

Table A
Higher Education –Degree, HND- Number of Applicants and Grant Totals

Academic Year	1st Year	2nd Year	3rd Year	4th& 5th Year	Total Nos	Grant Awarded for H.E.
2004-05	26	12	13	10	61	£61,771
2005-06	22	27	9	8	66	£55,623
2006-07	15	13	15	7	50	£43,364
2007-08	24	15	15	16	70	£77,999
2008-09	15	17	7	13	52	£70,545
2009-10	13	18	9	13	53	£67,616
2010-11	23	8	13	13	57	£65,733
2011-12	18	20	12	7	57	£53,122
2012-13	13	15	17	7	52	£54,540
2013-14	15	10	8	6	39	£37,393
2014-15	15	6	6	9	36	£31,116
2015-16	14	12	7	6	39	£33,147
2016-17	8	13	8	8	37	£35,230
2017-18	10	9	15	13	47	£42,937
2018-19	13	4	8	7	32	£49,682
2019-20	9	9	6	7	31	£29,353
2020-21	11	11	8	8	39	£33,459

The above numbers are to May only from 2007-08 onwards.

Table B
Categories of grant awards and comparison with 2019-20

	2020-21		2019-20	
Category	**Grant for Category**	**As %age of total grant**	Grant for Category	As %age of total grant
Primary - Individuals	**£2,631**	**1.01%**	£9,105	3.21%
Secondary and Further Education - Individuals	**£13,019**	**5.02%**	£34,500	12.19%
Higher Education	**£33,459**	**12.92%**	£44,247	15.63%
Schools	**£205,047**	**79.21%**	£177,351	62.68%
Special & other	**£4,696**	**1.81%**	£17,713	6.27%
TOTAL	**£258,852**	**100.00%**	£282,916	100.00%

Table A. This table should be read diagonally in order to see how the numbers of a given entry in a given year are maintained throughout a course.
Table B. This table shows the grant distribution between different categories.

Property maintenance

We are taking advice from Carter Jonas on all our properties on repairs and improvements.

Property generally

The problems of 2019-2020 have all been resolved at great expense to the Foundation now we are in a better position with all our properties now let. The new procedure for letting out properties with Carter Jonas has been successful and is a more reliable way forward.

The Foundation has had to manage Covid-19 on a day-to-day response to any situation. We have kept in contact with our tenants to help and offer support when needed. The fears of loosing large amounts of income from tenants who may have had to close or where unable to afford their rents, was a real possibility. This has not happened and we are very lucky to be in a better position than expected, but we have lost income from having to close the Kelsick Centre.

General

Without the dedication of Peter Frost and Dorothy Dixon, the day to day work of the Foundation could not have taken place. We as Trustees and the people we support owe them a great deal of thanks as without them we may have ground to a halt, without efforts.

I would like to thank all Trustees for their support and backing over these very difficult times.

PUBLIC BENEFIT

The Trustees of Kelsick's Educational Foundation believe they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission.

Principle 1. There must be identifiable benefits

1a) To provide grants for the educational needs of young people resident in the Lakes Parish and the Voluntary Schools in the same area.

1b) To reduce the financial constraints on the educational development of young people resident in the Lakes Parish.

1c) There does not appear to be any detriment in the benefits provided.

Principle 2. Benefit must be to the public, or a section of the public.

2a) The beneficiaries of the Kelsick Foundation are clearly laid out in the Scheme of 2001, and it is only to these beneficiaries that grants are given.

2b) The benefits are to a section of the public as laid down in the Charity Commission Scheme of 2001. This limits grant aid for educational need to young people under the age of 25 resident in the Lakes Parish and the Voluntary Schools in the same area. There are no other constraints applied by the Trustees other than the provision of receipts arising from the purchase of goods or services. The principle is that, no matter what the financial standing of the parents or of the individual, if the age, geographical and educational needs criteria are fulfilled the applicant will receive grant aid.

FINANCIAL REVIEW

The two main funding sources are income from property and income from investments.

Activities and results

At the end of the financial year money held in the Banks came to £238,618 (2020 - £234,220) representing an increase of £4,398 in the amount held compared with last year.

Our overall income for the year was £387,390 (2020 - £416,991) and expenditure £381,641 (2020 - £408,890).

Income from UK Investments was £51,371 (2020 - £74,561).

It is a continuing sign of the health of our finances that we are able to continue to fund all grant applications and have money available for emergency grant aid and for property maintenance. We now receive many letters from grant recipients, particularly in Higher Education, expressing their gratitude for the money they receive and stating how important it is in their being able to continue courses under considerably less financial stress.

Fixed Asset investments

The Trustees have appointed professional advisors (as noted on page 1) to assist them in the management of the property and investment portfolios. The net returns from the respective investments, after taking account of all directly attributable costs were 3.6% (2020 – 3.7%) for the property portfolio and 1.6%% (2020 – 2.9%) for the investment portfolio. In the previous year the calculations were slightly distorted due to the reduction in the market value of investments because of the COVID pandemic. This year the market value of investments has started to increase which is now raising the return percentages.

The Trustees do not consider that the income generated by the Foundation should be significantly affected by the current pandemic.

Reserves policy

Unrestricted funds are needed

a) to cover administration and support costs essential for the functioning of the Foundation.
b) because some 85% of our income is derived from rents. All the properties have passed to the Foundation at the end of 99 year ground leases, and are therefore stone built, and expensive to maintain. It is essential we have significant reserves on which to draw for regular maintenance as well as for any major emergencies, the latter being, by definition, unpredictable, in order that our rental income can remain high.
c) for the provision of grants. This being the purpose of the Foundation. It will be seen that our grant aid has increased from £45,166 in 1992/1993 to £258,852 in 2020/2021. With further financial pressure on students from fee increases we anticipate that grant aid will remain at least at this level again in 2021/2022. Furthermore, we frequently have requests for 'emergency grants' often of substantial amounts, particularly with regards to children with Special Needs and also developments within the three voluntary schools in the area of benefit.
d) Investment income has stabilised with no further significant investment in the markets at present and while regular rent reviews take place they are at 2 or 3 year intervals and therefore there are flat periods in rental income increase.
e) because at the commencement of each financial year the Foundation has substantial commitments in the form of grants payable to the three voluntary schools in our area as well as to individuals. These grants are not contractual.

The target level of free reserves is £200,000 which is based on six months unrestricted running costs together with a fund for property maintenance. Free reserves as at 31 March 2021 were £228,341 (2020 - £205,761).

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:

a) select suitable accounting policies and apply them consistently;
b) observe the methods and principles in the Charities SORP;
c) make judgments and accounting estimates that are reasonable and prudent;
d) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
e) 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 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.

In so far as the Trustees are aware:

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

The Trustees' report was approved on 12th August 2021 and was signed on behalf of the Trustees by:

Mr N Martin
Chairman

N.C. Martin

Opinion

We have audited the financial statements of Kelsick's Educational Foundation (the 'Charity') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, Statement of Financial Position, 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, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 March 2021 and of its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 Auditor's 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 Charitable Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are

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 Trustees' report other than the financial statements and our auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report

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

- the information given in the Trustee's Annual Report is inconsistent in any material respect with the financial statements; or
- the Charity has not kept adequate accounting records; 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 Trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on page 6, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the 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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor 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 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:

Identifying and assessing potential risks related to irregularities

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

- The nature of the industry and sector, control environment and business performance including the Charity's remuneration policies, key drivers for remuneration and performance targets;
- Results of the enquiries of management about their own identification and assessment of the risks of irregularities;
- Any matters we have identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
    - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance;
    - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
    - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
    - the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following areas: revenue recognition and the impact of COVID-19. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the Charitable Company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included UK Companies Act, Charities Act, Health and Safety Laws and Environmental Regulations.

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

Audit response to risks identified

Our procedures to respond to risks identified included the following:

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

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

No instances of material non-compliance were identified. However, 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: https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the 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 the Charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.



1 City Road East
Manchester
M15 4PN

Michael Garrett (Senior Statutory Auditor)
For and on behalf of
Kay Johnson Gee Limited
Statutory Auditors and Chartered Accountants

12 August 2021

Kay Johnson Gee Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Financial Activities
For the year ended 31 March 2021

	Note	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Total Funds 2020 £
INCOME					
Investment income	3	**387,390**	-	**387,390**	416,991
Total income		**387,390**	-	**387,390**	416,991
EXPENDITURE					
Costs of raising funds					
Investment management costs	7	**9,421**	-	**9,421**	9,798
Investment property costs	7	**103,624**	-	**103,624**	98,521
Expenditure on charitable activities					
Education	7	**258,852**	-	**258,852**	285,645
Governance costs	7	**9,744**	-	**9,744**	14,926
Total expenditure		**381,641**	-	**381,641**	408,890
Net income (expenditure) and net movement in funds before gains and losses on investments		**5,749**	-	**5,749**	8,101
Gains (losses) on revaluation and disposal of investments	9	**467,447**	-	**467,447**	(277,493)
Net movement in funds		**473,196**	-	**473,196**	(269,392)
Fund balance at 1 April 2020		**8,825,415**	**500**	**8,825,915**	9,095,307
Fund balance at 31 March 2021		**9,298,611**	**500**	**9,299,111**	8,825,915

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Financial Position
As at 31 March 2021

	Note	2021	2020
		£	£
Fixed assets			
Investment properties	8	**6,518,750**	6,518,750
Investments	9	**2,552,020**	2,101,404
		9,070,770	8,620,154
Current assets			
Debtors	10	**25,254**	8,963
Cash at bank and in hand		**238,618**	234,220
		263,872	243,183
Creditors: amounts falling due within one year	11	**(35,531)**	(37,422)
Net current assets		**228,341**	205,761
Net assets	12	**9,299,111**	8,825,915
FUNDS			
Restricted funds	13	**500**	500
Unrestricted funds	14		
- General funds		**9,298,611**	8,825,415
Total funds		**9,299,111**	8,825,915

The financial statements on pages 11 to 20 were approved by the Board of Trustees and signed on its behalf by:

Mr N Martin
Trustee

12 August 2021

KELSICK'S EDUCATIONAL FOUNDATION

Statement of Cash Flows
For the year ended 31 March 2021

	2021 £	2020 £
Net cash generated from operating activities	**(12,433)**	8,280
Cash flow from investing activities		
Purchase of investments	**(323,752)**	(35,633)
Disposals of investments	**340,583**	36,565
Net cash flow from investing activities	**16,831**	932
Change in cash and cash equivalents in the year	**4,398**	10,212
Cash and cash equivalents brought forward	**234,220**	224,008
Cash and cash equivalents carried forward	**238,618**	234,220
Cash and cash equivalents consists of:		
Cash at bank and in hand	**238,618**	234,220

Net cash generated from operating activities		
Net movement in funds before gains and losses on investments	**5,749**	8,101
Depreciation	**-**	-
Increase in debtors	**(16,291)**	(1,658)
(Decrease) increase in creditors	**(1,891)**	2,837
	(12,433)	9,280

1 General information

Kelsick's Educational Foundation is a registered Charity (charity number 526956) and is governed by a Scheme dated 13 November 2001, reference N165/01(s), as amended by resolution dated 20 August 2009, made by the Charity Commission for England and Wales under the power given in the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) issued 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

2 Accounting policies

i. Basis of preparation

The accounts financial statements have been prepared in accordance with the relevant version of the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) 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: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

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.

ii. Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value. UK quoted securities are valued at the mid-market price quoted by the London Stock Exchange at the year end date. Unit trusts are at the middle of the prices prevailing on that date. The SoFA includes the net gains and losses arising on the revaluation and disposals throughout the year.

Investment properties are not depreciated. They are valued periodically by Carter Jonas, Chartered Surveyors on an open market basis.

Depreciation is provided on associated fixtures used in the investment properties at rates calculated to write off the cost of each asset over its expected useful life as follows:

Fixtures, fittings and equipment	20% straight line

iii. Funds

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable

Restricted funds are funds which have been given for a particular purpose. Details of the nature and purpose of the restricted fund is set out in note 14 to the financial statements.

Designated funds comprise those funds which the trustees periodically set aside for investment property refurbishments and other designated purposes.

2 **Accounting policies (continued)**

iv. Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the monetary value of income can be measured reliably.

Investment income is earned through holding assets for investment purposes including property and quoted securities. It includes rent, dividends and interest. Income from quoted securities is stated gross of tax and is included in the SOFA in the year in which it is receivable. Rental income is recognised when the Charity's right to payment is established.

The Charity funds its activities almost entirely through its investment income.

v. Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to the expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure (including irrecoverable VAT) is accounted for on an accruals basis.

Costs of raising funds represents costs relating to activities where the primary aim is to raise funds and consists of expenditure relating to the management of investments.

Charitable activities comprise of those costs incurred by the charity where the primary aim is the delivery of activities and services within the objects of the charity. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grants payable include all expenditure incurred on grants awarded or on other schemes run in the pursuance of the Foundation's objectives. Grants are accounted for when the Foundation has a legal or constructive commitment.

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

vi. Support costs allocation

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis e.g. staff time or estimated usage as set out in Note 7.

vii. Gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value or cost in the year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the SoFA.

viii. 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.

ix. Going concern

The financial statements have been prepared on a 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. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

3 Investment income	2021	2020
	£	£
Income from UK property		
Rents receivable	**335,095**	341,795
Income from UK investments		
Interest and dividends	**51,371**	74,561
Bank interest receivable	**924**	635
	52,295	75,196
Total investment income	**387,390**	416,991

4 Staff costs	2021	2020
	£	£
Salaries and wages	**31,609**	32,787
Social security costs	**-**	-
	31,609	32,787
The average number of part time employees during the year was	**Number**	Number
Administration support staff	**2**	2
Cleaner	**1**	1
	3	3

No employee received remuneration amounting to more than £60,000 in either year.

None of the Trustees received any remuneration or expenses during either of the above two years.

5 Taxation

The Foundation is a registered charity and does not pay income tax.

6 Grants payable	2021	2020
	£	£
Grants awarded to voluntary schools and organisations		
Ambleside Primary School	**96,616**	77,013
Grasmere Primary School	**53,760**	58,800
Langdale Primary School	**54,671**	41,457
South Lakes Orchard Group	**-**	81
	205,047	177,351
Grants awarded to individuals	**53,805**	105,565
	258,852	282,916

7 Total resources expended

	Basis of allocation	Investment management costs £	Investment property costs £	Education £	Governance £	2021 Total £	2020 Total £
Costs directly allocated to activities							
Staff costs	Direct	-	5,304	-	-	5,304	5,660
Grants to individuals	Direct	-	-	53,805	-	53,805	105,565
Grants to voluntary schools and organisations	Direct	-	-	205,047	-	205,047	177,351
Investment management fees	Direct	9,421	-	-	-	9,421	9,798
Rates and services	Direct	-	9,598	-	-	9,598	9,355
Maintenance and repairs	Direct	-	32,113	-	-	32,113	24,335
Insurance	Direct	-	13,116	-	-	13,116	12,649
Legal and professional fees	Direct	-	11,283	-	900	12,183	18,627
Bad debts	Direct	-	-	-	-	-	1,890
Sundry expenses	Direct	-	2,768	-	-	2,768	4,444
Auditors' fees - audit services	Direct	-	-	-	7,800	7,800	7,800
Auditors' fees - other services	Direct	-	-	-	1,044	1,044	624
Depreciation	Direct	-	-	-	-	-	-
Support costs allocated to activities							
Staff costs	Staff Time	-	26,305	-	-	26,305	27,127
Office costs	Usage	-	3,137	-	-	3,137	3,665
		9,421	103,624	258,852	9,744	381,641	408,890

8 Investment properties

	Freehold land and buildings £	Fixtures, fittings and equipment £	Total £
Cost / Valuation			
At 1 April 2020	6,518,750	70,319	6,589,069
Additions	-	-	-
Revaluation	-	-	-
At 31 March 2021	6,518,750	70,319	6,589,069
At cost	-	70,319	70,319
At valuation	6,518,750	-	6,518,750
	6,518,750	70,319	6,589,069
Depreciation			
At 1 April 2020	-	70,319	70,319
Disposals	-	-	-
Charge for the year	-	-	-
At 31 March 2021	-	70,319	70,319
Net book value :			
At 31 March 2021	**6,518,750**	**-**	**6,518,750**
At 31 March 2020	6,518,750	-	6,518,750

The freehold land and buildings belonging to the Foundation were revalued at an open market value for existing use basis on 1 June 2017 by Carter Jonas, Chartered Surveyors. The trustees consider the fair value of properties at 31 March 2020 remains a reasonable value as at 31 March 2021.

9 Fixed Asset Investments

Fair value :	**2021** £	2020 £
At 1 April 2020	**2,101,404**	2,379,829
Additions at cost	**323,752**	35,633
Disposal proceeds	**(340,583)**	(36,565)
Increase (decrease) in fair value	**467,447**	(277,493)
At 31 March 2021	**2,552,020**	2,101,404

All investments are carried at their fair value. Investment in equities and fixed interest securities are all traded in quoted public markets including the London Stock Exchange. Holdings in common investment funds, unit trusts and open ended investment companies are at bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

9 Fixed Asset Investments (continued)	Cost 2021 £	Market Value 2021 £	Cost 2020 £	Market Value 2020 £
Direct Property & Property Funds				
Mayfair Capital In Prop Inc Trust	**76,016**	**77,991**	95,020	103,369
Fixed interest & fixed interest funds				
Rathbone UT MGT Ethical Bond	**44,283**	**44,127**	21,028	19,641
UK Govt. 2.5% 2020	-	-	18,514	18,383
UK Govt. 8% Treasury 2021	**24,635**	**17,826**	24,635	19,166
Retail & Charity Bon 4.375% SNR 29/07/23	**21,356**	**20,789**	21,356	19,782
Places for People 4.25%	**24,425**	**25,678**	24,425	22,202
Retail Charity BON 5% NTS 12/04/26	**8,125**	**9,273**	8,125	8,168
Retail Charity Bon 4.25% SNR 06/07/2028	**14,625**	**25,581**	14,625	14,143
Retail Charity BON 4.4% BDS 30/04/25	**24,307**	**28,240**	24,307	22,941
Retail Charity BON 4% SNR SEC 31/10/2027	**26,725**	**23,066**	26,725	24,075
Retail Charity BON 4.25% SNR 2028	**22,725**	**25,424**	22,725	19,644
Retail Charity Bon 4.25% SNR 20/06/2028	**24,625**	**15,543**	24,625	22,325
	235,831	**235,547**	231,090	210,470
Global Equities & Equity Funds (ex UK)				
Castlefield FS PTN B.E.S.T SUST EURP	**63,396**	**77,485**	51,356	46,405
Powershares Global FTSE RAFI US 1000	-	-	66,405	84,026
Ishares MSCI Japan USD DIS NAV	-	-	31,791	34,464
Ishares MSCI AC FE X-JP UCITS ETF U	-	-	3,776	3,391
DB X-Trackers MSCI AC Asia Ex Japan	-	-	25,923	37,173
DB X - Trackers MSCI EMG MKT TRN	-	-	6,076	7,523
Merian Invest MGMT Merian NA EQTY R	-	-	37,668	36,545
	63,396	**77,485**	222,995	249,527
Global Equities & Equity Funds (in UK)				
FUNDROCK PTNRS LTD FP WHEB SUST B GBP ACC	**72,975**	**81,107**	-	-
FIRST SENTIER INVR STEWART INV WWIDE SUSTA	**85,782**	**95,025**	-	-
LIONTRUST FUND PAR SUST FUTURE GBL GTH 2 A	**39,120**	**42,502**	-	-
SARASIN FUND MANAG SARSIN RESPONSIBLE GBI	**30,095**	**33,507**	-	-
	227,972	**252,141**	-	-
Multi-Asset Funds				
Castlefield FD PTN MNGD Mutli-Asset	**88,763**	**105,451**	142,918	140,707
COIF income shares	**23,785**	**496,871**	23,785	415,260
	112,548	**602,322**	166,703	555,967
Other assets				
Capital for Colleagues Ord 0.40	**43,605**	**42,241**	43,605	42,716
UK Equities & Equity Funds				
Castlefield FD PTN BEST Income	**518,164**	**533,232**	457,714	402,094
Castlefield FD PTN UK Smaller Cos Fund	**379,378**	**603,316**	45,913	82,084
Castlefield FD PTN UK Opportunities	**45,913**	**127,745**	379,378	455,177
	943,455	**1,264,293**	883,005	939,355
TOTAL	**1,702,823**	**2,552,020**	1,642,418	2,101,404

10 Debtors

	2021	2020
	£	£
Other debtors	**25,254**	8,963
Prepayments and accrued income	**-**	-
	25,254	8,963

11 Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors and accruals	**14,133**	16,774
Other creditors	**21,398**	20,648
	35,531	37,422

12 Analysis of net assets between funds

	General Unrestricted funds	Restricted funds	Total funds
	£	£	£
Fixed assets	9,070,270	500	**9,070,770**
Current assets	263,872	-	**263,872**
Current liabilities	(35,531)	-	**(35,531)**
Net assets at 31 March 2021	9,298,611	500	**9,299,111**

13 Restricted funds

	2021	2020
	£	£
At 31 March 2021 and 31 March 2020	**500**	500

Lanty Brow was gifted to the Foundation by the executors of the estate of the late Mr Hymas in December 1990, under a deed of covenant which stipulated that no building was to take place on the land.

14 Unrestricted funds

	2021	2020
	£	£
Balance at 1 April 2020	**8,825,415**	9,094,807
Incoming resources	**387,390**	416,991
Resources expended	**(381,641)**	(408,890)
Investment (losses) gains	**467,447**	(277,493)
Balance at 31 March 2021	**9,298,611**	8,825,415

15 Control

There is no ultimate controlling party.