

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

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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

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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

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

Category	2024-25		2023-24	
	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.

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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.



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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.



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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.

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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.

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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.

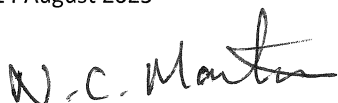
In so far as the Trustees are aware:

- 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



KELSICK'S EDUCATIONAL FOUNDATION

Independent Auditor's Report to the Trustees
For the year ended 31 March 2025

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.

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Independent Auditor's Report to the Trustees (continued)
For the year ended 31 March 2025

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

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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

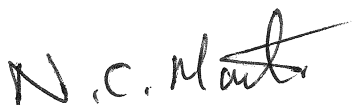
	Note	2025 £	2024 £
Fixed assets			
Investment properties	9	7,620,000	7,620,000
Investments	10	2,477,118	2,575,785
		10,097,118	10,195,785
Current assets			
Debtors	11	12,789	13,933
Cash at bank and in hand		168,119	218,646
		180,908	232,579
Creditors: amounts falling due within one year	12	(54,866)	(35,123)
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)

KELSICK'S EDUCATIONAL FOUNDATION

Notes to the Financial Statements
For the year ended 31 March 2025

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
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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.

KELSICK'S EDUCATIONAL FOUNDATION

Notes to the Financial Statements (continued)
For the year ended 31 March 2025

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.

KELSICK'S EDUCATIONAL FOUNDATION

Notes to the Financial Statements (continued)
For the year ended 31 March 2025

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

Notes to the Financial Statements (continued)
For the year ended 31 March 2025

	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

KELSICK'S EDUCATIONAL FOUNDATION

Notes to the Financial Statements (continued)
For the year ended 31 March 2025

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

	2025 £	2024 £
Fair value :		
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).

KELSICK'S EDUCATIONAL FOUNDATION

Notes to the Financial Statements (continued)
For the year ended 31 March 2025

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

KELSICK'S EDUCATIONAL FOUNDATION

Notes to the Financial Statements (continued)
For the year ended 31 March 2025

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	Restricted	Total
	Unrestricted	funds	funds
	funds	funds	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 operating 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).