



**Trustees' Report and Financial Statements
for the Year ended 31 March 2020**

The Kensington + Chelsea Foundation

Charity No. 1125940

111-117 Lancaster Road, London W11 1QT

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TRUSTEES' REPORT and FINANCIAL STATEMENTS

for the year ended 31 March 2020

| CONTENTS | Page |
|--------------------------------------|-------|
| Legal and administrative information | 3 |
| Report of the Trustees | 4-13 |
| Auditor's report | 14-16 |
| Statement of financial activities | 17 |
| Balance sheet | 18 |
| Statement of cash flows | 19 |
| Notes of the financial statements | 20-30 |

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

For the year ended 31 March 2020

Richard Briance, Chairman

William Crone

Cynthia Dize

Esma Dukali

Clare Ferguson

Mark Garraway (*resigned 5th December 2019*)

Jennifer Greenbury

Martin Morgan

Jeremy Raphaely

Lucinda Stafford-Deitsch

Peter Winslow (*Appointed 5th December 2019*)

Staff at 31 March 2020

Victoria Steward Todd, Director

Cathy Bickham, Operations Manager

Brooke Dobbyn, Community Engagement Manager

Charlotte Rossan, Communications + Partnerships Manager

Registered Office

111–117 Lancaster Road
London W11 1QT

Registered Charity Number

1125940

Bankers

CAF Bank Ltd
25 Kings Hill Avenue
West Malling
Kent ME19 4JQ

C Hoare & Co
32 Lowndes Street
London SW1X 9HZ

Shawbrook Bank Ltd
Lutea House
Warley Hill Business Park
Brentwood
Essex CM13 3BE

Metro Bank
160-166 Kensington High Street
London W8 7RG

Accountants

Accountability EU
Omnibus Workspace
39-41 North Road
London N7 9DP

Auditors

Goldwins Limited
75 Maygrove Road
West Hampstead
London NW6 2EG

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2020

The trustees of the Kensington + Chelsea Foundation present this report and audited financial statements for the year ended 31 March 2020.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Kensington + Chelsea Foundation is governed by a Board of Trustees, chaired by Richard Briance.

Trustees are elected by the Board according to skills required to lead the charity effectively. We have carried out an audit to ensure a broad range of skills, and we are committed to diversity across our members. New trustees are elected for a period of three years, after which they may be re-elected, normally for a further period of three years. In exceptional circumstances a third term of three years can be agreed by the Board.

In December 2019 Mark Garraway resigned from the Board due to business commitments. Peter Winslow was welcomed to the Board as a new trustee also in December 2019.

The trustees define the charity's strategic direction and policies and ensure that the activities of the charity are in accordance with its Trust Deed and objectives.

Trustee Induction and Training

An information pack is provided to new trustees and training is provided. New trustees meet existing trustees and the staff team and are given an introduction to our work and campaigns.

Management

The Kensington + Chelsea Foundation has a small staff team led by our Director. Susan Dolton was Director from September 2015 until she left the Foundation in December 2019 with the best wishes of the Board and team. Trustees placed on record their gratitude for Susan's leadership and hard work, particularly in the years after the Grenfell Tower fire. Susan was replaced by Victoria Steward Todd. Victoria is supported by four colleagues (two part-time) and occasional volunteers.

We are grateful to all who have volunteered their time to support us in the past year. Our thanks go also to The Westway Trust, which continues to provide pro-bono payroll services.

Working with others in the sector

We are members of London Funders and the team takes part in masterclasses and discussions with London Funders to ensure that we are informed and contributing to best practice in the sector. We are registered with the Funding Regulator.

AIMS AND OBJECTIVES

The Vision of the Kensington + Chelsea Foundation is of a borough where everyone has the opportunity to live healthy, happy, fulfilled lives.

Our Mission is to achieve this by supporting local projects which reduce isolation and exclusion, develop skills and employment opportunities, and help children and young people to have the best chance in life.

Since its inception in 2008, the Foundation has worked assiduously to put down roots in the borough, to establish relationships with all partners and projects relevant to our mission in RBKC and to develop a network of supporters.

We run three, borough-wide, core programmes:

- Children + Young People
- Skills + Employment
- Isolation + Loneliness

We will particularly support projects where collaboration and resource sharing between charities can be encouraged. Where we identify a gap in provision that cannot be met by existing projects, we will seek out partners to bring into the borough to address those needs.

We also continue the work begun in June 2017 after the Grenfell Tower tragedy, through our Grenfell Community Development Fund.

OUR ACTIVITIES IN THE YEAR

Grant Making

In the financial year to 31 March 2020, through the generosity of our supporters and donors, we have made grants totalling £619,577 to 47 local charities and community groups. In addition, we have made grants totalling £515,317 to 59 organisations through our Grenfell Community Development Fund.

Our Priority Areas

- 1. Children + Young People: Ensuring children and young people in our community have the best chance to fulfil their potential**

The local need

- 37.3% of children in RBKC live in poverty¹
- Children in low-income households do less well than their better-off peers on many outcomes in life, such as education or health, simply because they are poorer²
- In 2018 there were 228 incidents of Youth Violence in RBKC where victims were aged between 1 and 19³

The K+C Foundation response

¹ End Child Poverty, 2019

² Joseph Rowntree Foundation 2013

³ Mayor's Office of Policing and Crime (London), 2018

We support local partners working to transform young lives, especially those affected by gangs, crime, violence, poor physical and mental health, disability, language barriers, lack of green spaces and poor air quality.

We invest in opportunities for young people in our community to learn, grow, develop and thrive, including:

- Broadening horizons through enriching and inspiring education opportunities
- Improving physical, mental and emotional well-being
- Instilling a strong sense of self-belief

£263,444 was issued in grants from the Children + Young People programme to the following organisations:

| | | | |
|------------------------------------|---------|---------------------------------|---------|
| ADKC | £6,000 | Real Action | £15,000 |
| Catholic Children's Society | £12,336 | Rugby Portobello Trust | £80 |
| Chickenshed K+C | £15,000 | Solidarity Sports | £17,000 |
| Dalgarno Supplementary School | £5,500 | SOS Project | £50,500 |
| Earl's Court Youth Club | £15,000 | Sport4Health CIC | £4,350 |
| Family Friends | £20,000 | The Screen Film Community | £4,500 |
| Full of Life | £10,000 | University of Birmingham | £15,000 |
| Goldfinger Factory | £10,000 | Venture Centre | £1,950 |
| Latimer Community Art Therapy LCAT | £1,500 | Venture Community Association | £1,330 |
| London Sports Trust | £9,900 | West London Action for Children | £18,000 |
| Nucleo Project | £25,498 | Wormwood Scrubs Pony Centre | £5,000 |

2. Isolation + Loneliness: Reducing isolation and loneliness in the borough, and its negative impact on mental health

The local need

- RBKC had the highest population with severe and enduring mental illness known to GPs in London in 2015-16⁴
- There is a greater risk of loneliness in wards that have been identified as having poorer wellbeing than the London average, including Golborne, Notting Barns and St Charles⁵
- The borough has the highest rate of one-person households in the country (47%) including a high proportion of lone pensioner households⁶

The K+C Foundation response

Loneliness can be corrosive, having devastating effects on people's mental and physical health. It can damage the immune system, increase the risk of having a stroke or coronary artery disease by 30%, and even lead to premature death.

Our Isolation + Loneliness programme celebrates our diverse community and provides meaningful engagement to those who might otherwise struggle to connect with their neighbours. We support a range of innovative projects run

⁴ K&C Joint Health & Wellbeing Strategy 2016-2021

⁵ The Roads to Wellbeing, Director of Public Health's Annual Report 2017

⁶ RBKC Wellbeing Strategy 2017

by local partners and together we make a positive impact on over 5,000 isolated people each year by connecting them with other residents, social activities and support services.

£217,749 was issued in grants from the Isolation + Loneliness programme to the following organisations:

| | | | |
|------------------------|---------|---|---------|
| Abundance Arts | £3,500 | New Horizons | £950 |
| Age UK K+C | £20,824 | North Kensington Women's Textile Workshop | £2,800 |
| Al Hasaniya | £10,000 | Nova New Opportunities | £10,000 |
| Clement James Centre | £9,670 | Open Age | £15,000 |
| Dadihiye | £5,000 | Playground Theatre | £13,000 |
| Dalgarno Trust | £11,000 | Prospects Ltd | £3,000 |
| Equal People Mencap | £10,000 | SMART | £13,800 |
| Full of Life | £4,000 | SPID Theatre | £4,505 |
| Glass Door | £25,750 | St. Cuthbert's Centre | £15,950 |
| Hear Women | £5,000 | Volunteer Centre K+C | £20,000 |
| Hodan Somali Community | £10,000 | WAND UK | £4,000 |

Fuel Poverty

Our **Winter Warmth** campaign encourages those can afford to, to donate their Government Winter Fuel Payment to us. We also receive generous donations for this campaign from trusts and foundations, individuals, businesses and schools. Donations received are redistributed to vulnerable older people in the borough living in Fuel Poverty to help them cope with their winter fuel bills. We are grateful to **Age UK K&C, Citizens Advice Bureau and Nucleus Legal Advice Centre** who receive referrals and distribute the grants whilst also offering holistic help and advice to those in need.

The 2019/20 campaign was launched in September 2019. We thank all who contributed and, in particular, those who give annually to this campaign to support their neighbours. We raised £13,711 for this year's campaign and helped **50** local people.

3. Skills + Employment: Improving opportunities for local people to access meaningful employment through advice and training

The local need

- 22% of residents in Kensington and Chelsea earn less than the London Living Wage, which is £19,890 per annum⁷
- A large proportion of North Kensington is ranked amongst the top 10% of deprived areas nationally in the Index of Multiple Deprivation, with rankings weighted against income deprivation, employment deprivation, and education, skills and training deprivation⁸
- The borough overall has higher rates of unemployment compared to the London and national averages⁹

⁷Trust for London 2017

⁸ English Indices of Deprivation 2015

⁹ NOMIS Official Labour Market Statistics 2017/18

Many residents find themselves in precarious work situations that offer little to no job security and with no opportunity for professional development. This lack of proper work can negatively impact both a person's overall well-being and their economic resilience.

The K+C Foundation response

We know from conversations with our business partners and through ongoing research that we face a serious skills shortage in a range of sectors including technology, hospitality, property and construction.

We have partnered with **Resurgo**, a well-established charity that seeks to create lasting social impact through a variety of initiatives, to introduce their flagship Spear Programme to K+C. We provided six employability courses during the year, specifically targeted at young people who were not in employment, education or training. To date, 75% of the 90 participants have moved into sustained employment.

We also worked with the **Springboard Charity** to support a training programme providing opportunities for local people to develop skills and knowledge of the Hospitality industry.

5. Other

Sarah Hawkins Young Carers Fund

The Kensington + Chelsea Foundation supports local resident, Alan Hutchison, to honour the memory of his wife Sarah Hawkins through a Young Carers Fund in her name. The fund provides financial assistance to support young carers to overcome adversity and to help them achieve their potential. It currently helps young adult carers with scholarships to attend Birmingham University.

OUR GRENFELL TOWER FUND

The aftermath of the Grenfell Tower tragedy and our role in supporting the affected community continues to be of great importance to us.

Three funding schemes are in place to support local people and in 2019/20 13,000 people in North Kensington benefitted from our investments in local organisations and projects.

Green Shoots

An easily accessible fund offering grants usually up to £1,000 for projects which bring hope and joy to the community such as street parties, sports equipment, community barbecues and planting new green spaces. In 2019/20 £48,000 was invested in 47 local projects.

Organisation Champions

Guided by a panel comprising community representatives, and in partnership with the **National Lottery Community Fund**, 3-year grants have been made to 10 local organisations so that they can continue their excellent work in the aftermath of the fire. In 2019/20 the second-year grant payments were made, totalling £240,000. We facilitate regular meetings to encourage collaboration and information exchange among the ten grant recipients.

Community Investment Programmes

We continue to work with local residents and organisations to identify longer term projects which will help the North Kensington community to rebuild and flourish. We are acting as a catalyst and encouraging partnerships which have the potential to significantly enhance local life. In 2019/20, £177,600 was invested in 8 programmes.

The following organisations received grants from the Grenfell Community Development Fund during 2019/20:

| Organisation | Total grants | Organisation | Total grants |
|--|--------------|-------------------------------|--------------|
| 24 Hearts CIC | £1,000 | Latimer Community Art Therapy | £30,000 |
| ACAVA | £15,600 | Latymer Community Church | £40,000 |
| Action Disability K+C | £1,000 | Minds United F.C. | £982 |
| African Women Empowerment Information Centre | £970 | Museum of Brands | £1,000 |
| Age UK K+C | £1,000 | North Kensington Law Centre | £36,090 |
| Al-Manaar Muslim Cultural Heritage Trust | £52,000 | Nova New Opportunities | £2,000 |
| Azza Supplementary School | £800 | Pimento Community Project | £1,000 |
| Baraka Community Association | £20,000 | Playground Theatre | £1,000 |

| | | | |
|--|---------|---|---------|
| Clement James Centre | £31,000 | Portobello Dance | £1,000 |
| Community Yoga | £1,000 | Real Action | £375 |
| Dalgarno Supplementary School | £1,000 | Renegade Theatre | £2,000 |
| Eritrean Elder's Welfare Association | £1,000 | Rise Youth/Lancaster West Residents Assn | £1,000 |
| Family Friends | £1,000 | Rugby Portobello Trust | £30,000 |
| FerArts | £2,000 | Shakti Pad | £1,000 |
| Future Men | £10,000 | Shubbak Festival | £1,000 |
| Gheez Rite Chaplaincy Community Association | £1,000 | Silchester Residents Association | £1,000 |
| Golborne Forum | £2,000 | SPID Theatre | £20,000 |
| Grenfell Foundation | £2,000 | Strengthening Kensington Youth & Families CIC | £1,000 |
| Hear Women | £950 | Sudanese Community and Information Centre | £1,000 |
| Henry Dickens Garden Club | £900 | Sudanese Nubian Association | £1,000 |
| Hodan Somali Community | £1,000 | T Block Social Committee (Dalgarno Gardens) | £600 |
| Humble Heart (c/o Maestro 7) | £1,000 | Tabernacle Seniors (c/o Carnival Village Trust) | £1,000 |
| Iteah Masai (c/o Maestro 7) | £1,000 | Teit Ethiopia Supplementary School | £800 |
| Kamitan Arts | £1,000 | Harrow Club W10 | £80,000 |
| Kensington & Chelsea Over 50s Forum | £890 | The Learning Club Community Association | £1,000 |
| Kensington Aldridge Academy (KAA Intrepidus Trust) | £30,000 | Tip Top Dance School | £700 |
| Kids on the Green | £10,000 | Volunteer Centre K+C | £11,000 |
| Lancaster West Children's Community Network | £20,000 | West London Moroccan Widadia | £1,000 |
| Lancaster West Residents Association | £1,000 | West London Zone | £30,000 |
| | | Youth Action Alliance | £2,000 |

RAISING FUNDS, RESOURCES AND AWARENESS

Local businesses, individuals and schools responded positively in 2019/20 to our work and this continuing commitment is of great importance to our long-term stability. We are extremely grateful to those who have supported us, including **John Armitage Charitable Trust, Isabel and Jack Boyer, Cadogan Estates, The Calleva Foundation, CMF Charitable Trust, DMGT, Enstar Capital, Lady Edwina Grosvenor, The Grove Trust, Hollick Family Charitable Trust, Alan Hutchison, LHA London, The Lightbulb Trust, B&J Lloyd Family Charitable Trust, The Martin Family Charitable Trust, Elizabeth and Martin Morgan, The National Lottery Community Fund, Julia and Hans Rausing, Rockspring Charitable Trust, Royal Garden Hotel, William and Gigi Salomon, Paddy and Jacky Sellers, South Kensington Estates, plus a number of donors who asked to remain anonymous.**

We are also grateful to our Friends, Patrons and Champions for their support and for acting as our ambassadors in telling others about what we do.

Endowments

We currently have three endowment funds, managed by the London Community Foundation, which are **Catalyst Housing, The Emily Hughes-Hallett Memorial Fund** and **Cadogan**. This year, **The Kensington + Chelsea Foundation Cadogan Endowment** benefitted from an additional investment of **£8,387** donated by Cadogan tenants. The investment income and growth from these endowments is used to support local charities.

OUR EXPANDING ROLE

Our impact in Kensington and Chelsea cannot be measured through our fundraising activities alone. In addition to the key role we play in bringing in resources for charities so that they can tackle local issues, we also bring together organisations who are tackling common themes. Regular forums are held for holders of grants made through our Children + Young People, Isolation + Loneliness and Grenfell Organisation Champions programmes. These are well attended and valued by our partners.

OUR OVERHEADS

We strive to keep our administrative costs as low as we can, recognising that our role has grown and that we are not simply a conduit for giving money but we are a catalyst for improving the borough through identifying special projects and bringing together the resources to tackle key local issues. With this in mind, we are particularly grateful to those who recognise the vital role we play in the borough by supporting our core costs. These costs are funded by a number of different sources. We particularly thank **Cadogan Estates, The City Bridge Trust, The B&J Lloyd Family Charitable Foundation, The Martin Charitable Trust, Julia and Hans Rausing, RBKC, and The Tudor Trust**.

In-kind support and bringing people across the community together

We help local businesses and schools to recycle quality goods and to direct their gifts, time and talents to where they are needed most. In 2019/20 we recycled furniture, clothes, toys, IT equipment and office equipment with local projects to the value of **£3,318**. Contributors included **Hay House Publishers, Polar Black Events, JP Morgan, DMG Media and Glendower Preparatory School**.

We benefit from in-kind support ourselves and we are grateful to **Cripps Pemberton Greenish and The Hari** for hosting our Board Meetings.

We are also extremely grateful to **VCCP partnership** for developing a new brand identity for us which was formally unveiled at our event in November 2019. This new brand was carried through into our new website which was launched in 2020.

Events

Our events programme is important in raising awareness of local needs and bringing together our partners and friends across the borough. In May Claudia Sebire hosted a shopping event at her Chelsea boutique. Also in May KXU Gym ran a highly successful outdoor Spinathon in Duke of York Square. Two Meet Your Street events to introduce our work to new supporters were held during the year, hosted in May by Richard and Lucille Briance and in September by Katie Rogers and Jeremy Raphaely.

In November we held an event at Japan House in Kensington to thank our supporters, introduce our new Director Victoria Steward Todd and thank our out-going Director Susan Dolton. We are grateful to Enstar Capital for their generous sponsorship of this event.

OBJECTIVES ACHIEVED IN 2019/20 IN MEETING PUBLIC BENEFIT

The Kensington + Chelsea Foundation meets its charitable objectives to provide public benefit by spotlighting local disadvantage and by raising funds and in-kind support from local individuals, schools and businesses, trusts and foundations to invest in selected local voluntary sector organisations which achieve significant impact in addressing local needs.

The trustees of the Kensington + Chelsea Foundation are aware of the Charity Commission's guidance on public benefit and take it into account when implementing the organisation's charitable objectives.

EVENTS SINCE THE YEAR-END

In March 2020 we launched our Covid-19 appeal to support local partners in meeting the needs of the most vulnerable in our community during the pandemic and to rebuild services over the longer-term. £178,810 was raised in the last two weeks of March, helped by matching funds provided by Julia and Hans Rausing and Cadogan Estates. In the following months the total amount raised exceeded £800,000, including an extremely generous donation of £250,000 from LMAX Group. Funds were used to help more than 40 organisations working with people in Kensington and Chelsea.

RESERVES POLICY

Recognising the strategic risk of not securing sufficient funding to cover our core costs, trustees regularly monitor the Kensington + Chelsea Foundation's financial position, seeking to ensure that sufficient reserves are on hand to cover our projected running costs for at least six months. We believe that this reserve is prudent and allows the charity to address its principal objectives of raising and distributing funds with confidence.

Beyond this contingency reserve, we favour the retention of additional uncommitted reserves where possible up to a maximum of three further months of running costs, both to provide security against fluctuations in income to cover core costs, and to offer the possibility of investment from time to time in the development of new projects. Trustees review this Reserves Policy once a year.

At 31 March 2020, of the £605,471 carried forward, £153,951 is unrestricted income held as a general reserve in terms of this policy, while £451,520 is restricted for charitable giving. In addition, the ring-fenced Grenfell Tower Fund holds restricted funds of £1,037,483 which we are investing through the Grenfell Community Development Fund.

RISK MANAGEMENT

During the year, the trustees have reviewed the risks which the Kensington + Chelsea Foundation is exposed to and the Risk Register is reviewed at every Board meeting. The trustees are satisfied that all major risks have been identified and that appropriate internal controls are in place to mitigate against them.

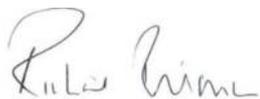
STATEMENT OF TRUSTEES' RESPONSIBILITIES

To ensure that its responsibilities are met, the Board of Trustees has:

- Selected suitable accounting policies and applied them consistently.
- Prepared the financial statements on a going concern basis.
- Made judgements that are reasonable but also prudent.

- Ensured proper accounting records are kept.
- Regularly reviewed financial and operating performance.
- Followed applicable accounting standards, subject to any material departures disclosed and explained in the financial statements.
- Been responsible for safeguarding the assets of the Foundation, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Trustees on : 13 October 2020 and signed on their behalf by:



Richard Briance

Chairman

For the year ended 31st March 2020

Opinion

We have audited the financial statements of The Kensington + Chelsea Foundation (the 'Charity') for the year ended 31 March 2020 which comprise the Statement of Financial Activities, the Balance Sheet, 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 2020 and of its income and expenditure for the year 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our 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 environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they 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.

Our responsibilities for the audit of the financial statements

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.

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

This report is made solely to the Charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. 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.

Anthony Epton

Anthony Epton (Senior Statutory Auditor)

for and on behalf of

Goldwins Limited

Statutory Auditor

Chartered Accountants

75 Maygrove Road

West Hampstead

London NW6 2EG

Date: 10/11/2020

The Kensington & Chelsea Foundation
Statement of financial activities
(incorporating an income and expenditure account)
For the year ended 31 March 2020

| | Note | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds | 2020 Total Funds £ | 2019 Total Funds £ |
|---|------|----------------------------|--------------------------|--------------------|-----------------------------|-----------------------------|
| Income from: | | | | | | |
| Donations & grants | 2 | 326,383 | 25,000 | - | 351,383 | 257,492 |
| Charitable activities: | | | | | | |
| Grenfell Tower Fund | 3 | - | 14,510 | - | 14,510 | 111,778 |
| Events and Campaigns | 4 | - | 605,013 | 43,610 | 648,623 | 274,082 |
| Support, Education & Networking | 4 | 20,869 | 68,800 | 8,387 | 98,056 | 208,717 |
| Fundraising activities | 5 | - | 5,000 | - | 5,000 | 10,000 |
| Investments | 6 | 204 | 11,627 | - | 11,831 | 12,390 |
| Total income | | 347,456 | 729,950 | 51,997 | 1,129,403 | 874,459 |
| Expenditure on: | | | | | | |
| Fundraising activities | 7 | 19,881 | - | - | 19,881 | 12,142 |
| Charitable activities: | | | | | | |
| Grenfell Tower Fund | | - | 515,565 | - | 515,565 | 589,553 |
| Events and Campaigns | | - | 604,731 | - | 604,731 | 195,883 |
| Other expenditure | | 230,796 | 22,717 | 8,387 | 261,900 | 368,651 |
| Total expenditure | | 250,677 | 1,143,013 | 8,387 | 1,402,077 | 1,166,229 |
| Net income/ (expenditure) for the year | 8 | 96,779 | (413,063) | 43,610 | (272,674) | (291,770) |
| Transfers between funds | | (36,217) | 79,827 | (43,610) | - | - |
| Net movement in funds | | 60,562 | (333,236) | - | (272,674) | (291,770) |
| Reconciliation of funds: | | | | | | |
| Total funds brought forward | | 93,389 | 1,822,239 | 1,553 | 1,917,181 | 2,208,951 |
| Total funds carried forward | | 153,951 | 1,489,003 | 1,553 | 1,644,507 | 1,917,181 |

All of the above results are derived from continuing activities.
There were no other recognised gains or losses other than those stated above.
The attached notes form part of these financial statements.

The Kensington & Chelsea Foundation

Balance sheet

As at 31 March 2020

| | Note | 2020 £ | 2020 £ | 2019 £ | 2019 £ |
|--|------|------------------|-------------------------|------------------|-------------------------|
| Current assets: | | | | | |
| Debtors | 10 | 1,352 | | 9,127 | |
| Cash at bank and in hand | | <u>1,662,961</u> | | <u>1,939,482</u> | |
| | | 1,664,313 | | 1,948,609 | |
| Liabilities: | | | | | |
| Creditors: amounts falling due within one year | 11 | <u>(19,806)</u> | | <u>(31,428)</u> | |
| Net current assets / (liabilities) | | | <u>1,644,507</u> | | <u>1,917,181</u> |
| Total net assets / (liabilities) | | | <u>1,644,507</u> | | <u>1,917,181</u> |
| Funds | | | | | |
| | 13 | | | | |
| Endowment Funds | | | 1,553 | | 1,553 |
| Restricted funds | | | | | |
| General Charitable Funds | | 451,520 | | 345,328 | |
| Grenfell Tower Fund | | <u>1,037,483</u> | | <u>1,476,911</u> | |
| Total restricted funds | | | 1,489,003 | | 1,822,239 |
| Unrestricted funds: | | | | | |
| General funds | | <u>153,951</u> | | <u>93,389</u> | |
| Total unrestricted funds | | | <u>153,951</u> | | <u>93,389</u> |
| Total funds | | | <u>1,644,507</u> | | <u>1,917,181</u> |

The accounts were approved and signed on behalf of the trustees on 13 October 2020
and signed on their behalf by:



Richard Briance
Chairman

The attached notes form part of the financial statements.

The Kensington & Chelsea Foundation
Statement of cash flows
For the year ended 31 March 2020

| | Note | 2020 £ | 2019 £ |
|--|------|-------------------------|-------------------------|
| Cash flows from operating activities: | | | |
| Net cash provided by / (used in) operating activities | a | (288,352) | (233,402) |
| Cash flows from investing activities: | | | |
| Interest income | | <u>11,831</u> | <u>12,390</u> |
| Cash provided by investing activities | | 11,831 | 12,390 |
| Change in cash and cash equivalents in the year | | (276,521) | (221,012) |
| Cash and cash equivalents at the beginning of the year | | <u>1,939,482</u> | <u>2,160,494</u> |
| Cash and cash equivalents at the end of the year | b | <u>1,662,961</u> | <u>1,939,482</u> |

a) Reconciliation of net income / (expenditure) to net cash flow from operating activities

| | 2020 £ | 2019 £ |
|---|-------------------------|-------------------------|
| Net income / (expenditure) for the reporting period (as per the statement of financial activities) | (272,674) | (291,770) |
| Interest income | (11,831) | (12,390) |
| (Increase)/ decrease in debtors | 7,775 | 46,052 |
| Increase/ (decrease) in creditors | (11,622) | 24,706 |
| Net cash provided by / (used in) operating activities | <u>(288,352)</u> | <u>(233,402)</u> |

b) Analysis of cash and cash equivalents

| | At 1 April 2019 £ | Cash flows £ | Other changes £ | At 31 March 2020 £ |
|--|-------------------------|-------------------------|-----------------------|-----------------------------|
| Cash at bank and in hand | 1,939,482 | (276,521) | - | 1,662,961 |
| Total cash and cash equivalents | <u>1,939,482</u> | <u>(276,521)</u> | <u>-</u> | <u>1,662,961</u> |

The Kensington & Chelsea Foundation

Notes to the financial statements

For the year ended 31 March 2020

1 Accounting policies

Basis of preparation

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

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

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred. Income received in advance for the provision of specified service is deferred until the criteria for income recognition are met.

Interest receivable

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

Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of generating funds relate to the costs incurred by the charity in inducing third parties to make voluntary contributions to it, as well as the cost of any activities with a fundraising purpose.
- Expenditure on charitable activities includes the costs of delivering services and other activities undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the charitable activities. These costs have been allocated to expenditure on charitable activities.

The Kensington & Chelsea Foundation

Notes to the financial statements

For the year ended 31 March 2020

1 Accounting policies (continued)

Operating leases

Rental payables under operating leases, where substantially all the risks and rewards of ownership remain with the lessor, are charged to the Statement of Financial Activities on a straight line basis over the lease duration.

Debtors

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

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Pensions

The charity contributes into the pension of its employees. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension costs charge represents contributions payable under the scheme by the charity to the fund. The charity has no liability under the scheme other than for the payment of those contributions.

The Kensington & Chelsea Foundation
Notes to the financial statements
For the year ended 31 March 2020

2 Income from donations & grants (Core Income)

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | 2020 Total Funds £ | 2019 Total Funds £ |
|-------------------------------------|----------------------------|--------------------------|-------------------------|-----------------------------|--------------------------|
| Cadogan Estates | 150,000 | - | - | 150,000 | 300 |
| Julia and Hans Rausing | 50,000 | - | - | 50,000 | 60,000 |
| Tudor Trust | 30,000 | - | - | 30,000 | - |
| City Bridge Trust | - | 25,000 | - | 25,000 | 25,000 |
| RBKC Council | 20,000 | - | - | 20,000 | 20,000 |
| The Reso Charitable Foundation | - | - | - | - | 25,000 |
| The Martin Charitable Trust | 15,000 | - | - | 15,000 | 15,000 |
| Martin and Elizabeth Morgan | 10,000 | - | - | 10,000 | - |
| Richard and Lucille Briance | 5,000 | - | - | 5,000 | - |
| Kilfinan Trust | 1,000 | - | - | 1,000 | 1,000 |
| DMGT | 1,000 | - | - | 1,000 | 1,000 |
| B & J Lloyd Family Charitable Trust | - | - | - | - | 10,000 |
| Other Donations | 7,103 | - | - | 7,103 | 34,763 |
| Membership | 20,255 | - | - | 20,255 | 23,422 |
| Gift Aid | 17,025 | - | - | 17,025 | 42,007 |
| | 326,383 | 25,000 | - | 351,383 | 257,492 |
| Totals 2019 | <u>232,492</u> | <u>25,000</u> | <u>-</u> | <u>257,492</u> | |

3 Charitable income-Grenfell Tower

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | 2020 Total Funds £ | 2019 Total Funds £ |
|---|----------------------------|--------------------------|-------------------------|-----------------------------|--------------------------|
| Donations | | | | | |
| Donations made directly to The Kensington & Chelsea Foundation | - | 14,305 | - | 14,305 | 94,955 |
| Gift Aid on these donations | - | 205 | - | 205 | 3,456 |
| Donations made via The Big Give/Charities Trust (Including Gift Aid and net of charges) | - | - | - | - | 10,044 |
| Donations made via Just Giving (Including Gift Aid and net of charges) | - | - | - | - | 3,323 |
| Total | - | 14,510 | - | 14,510 | 111,778 |
| Totals 2019 | <u>-</u> | <u>111,778</u> | <u>-</u> | <u>111,778</u> | |

The Kensington & Chelsea Foundation
Notes to the financial statements
For the year ended 31 March 2020

4 Charitable Income (excluding Grenfell Tower Fund)

| | Unrestricted Funds | Restricted Funds | Endowment Funds | 2020 Total Funds | 2019 Total Funds |
|--|-----------------------|---------------------|--------------------|------------------------|---------------------|
| | £ | £ | £ | £ | £ |
| Campaigns: | | | | | |
| Winter Warmth | | | | | |
| Calleva Foundation | - | 2,500 | - | 2,500 | 2,000 |
| Cadogan Estates | - | - | - | - | 1,000 |
| Pembridge Hall School | - | - | - | - | 2,798 |
| Other donations | - | 11,211 | - | 11,211 | 21,563 |
| Sub Total | - | 13,711 | - | 13,711 | 27,361 |
| Children & Young People | | | | | |
| Rockspring Charitable Trust | - | 23,000 | - | 23,000 | - |
| South Kensington Estates | - | 20,000 | - | 20,000 | - |
| DMGT | - | 20,000 | - | 20,000 | - |
| B & J Lloyd Family Charitable Trust | - | 10,000 | - | 10,000 | 10,000 |
| Enstar Capital | - | 5,000 | - | 5,000 | - |
| London Community Foundation (Endowment Funds) | - | - | 40,800 | 40,800 | - |
| CMF Charitable Trust | - | 7,500 | - | 7,500 | - |
| Calleva Foundation | - | 2,000 | - | 2,000 | - |
| St Nicholas Preparatory school | - | 415 | - | 415 | 1,934 |
| Queen's Gate School | - | - | - | - | 1,000 |
| The Kilroot Foundation | - | - | - | - | 3,000 |
| Paddy and Jacky Sellers | - | - | - | - | 2,000 |
| Royal Garden Hotel | - | - | - | - | 1,000 |
| Other donations | - | 49,263 | - | 49,263 | 2,631 |
| Sub Total | - | 137,178 | 40,800 | 177,978 | 21,565 |
| Isolation & Loneliness | | | | | |
| John Armitage Charitable Trust | - | 50,000 | - | 50,000 | - |
| LHA London | - | 40,000 | - | 40,000 | 25,000 |
| Paddy and Jacky Sellers | - | - | - | - | 2,000 |
| DMGT | - | 10,000 | - | 10,000 | - |
| Isabel and Jack Boyer | - | 4,500 | - | 4,500 | - |
| CMF Charitable Trust | - | 2,000 | - | 2,000 | - |
| London Community Foundation (Endowment Funds) | - | - | 2,810 | 2,810 | - |
| Knightsbridge Business Group | - | - | - | - | 4,500 |
| Douglas & Gordon | - | - | - | - | 5,000 |
| Royal Garden Hotel | - | 5,000 | - | 5,000 | 15,000 |
| Kusuma Trust | - | - | - | - | 20,000 |
| Other donations | - | 57,564 | - | 57,564 | 101,656 |
| Sub Total | - | 169,064 | 2,810 | 171,874 | 173,156 |
| Skills & Employment Campaign (including Get into Tech North Kensington) | | | | | |
| Hollick Family Charitable Trust | - | 22,000 | - | 22,000 | - |
| The Grove Trust | - | 25,000 | - | 25,000 | - |
| The Lightbulb Trust | - | 25,000 | - | 25,000 | - |
| Rockspring Charitable Trust | - | 12,500 | - | 12,500 | - |
| CMF Charitable Trust | - | 2,500 | - | 2,500 | - |
| Other donations | - | 19,250 | - | 19,250 | 40,000 |
| Calleva Foundation | - | - | - | - | 12,000 |
| Sub Total | - | 106,250 | - | 106,250 | 52,000 |
| Covid-19 Appeal | | | | | |
| Julia and Hans Rausing | - | 50,000 | - | 50,000 | - |
| William and Gigi Salomon | - | 40,000 | - | 40,000 | - |
| B & J Lloyd Family Charitable Trust | - | 20,000 | - | 20,000 | - |
| Other donations | - | 68,810 | - | 68,810 | - |
| Sub Total | - | 178,810 | - | 178,810 | - |
| Total - Campaigns | - | 605,013 | 43,610 | 648,623 | 274,082 |

The Kensington & Chelsea Foundation
Notes to the financial statements
For the year ended 31 March 2020

4 Charitable Income (excluding Grenfell Tower Fund)
(continued)

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | 2020 Total Funds £ | 2019 Total Funds £ |
|--|----------------------------|--------------------------|-------------------------|-----------------------------|--------------------------|
| Other incomes: | | | | | |
| The National Lottery Community Fund | - | 50,000 | - | 50,000 | 50,000 |
| Alan Hutchison-Sarah Hawkins Young Carers Fund | - | 18,800 | - | 18,800 | 11,220 |
| LHA London | - | - | - | - | 11,667 |
| DMGT | - | - | - | - | 30,000 |
| B&J Lloyd Family Charitable Trust | - | - | - | - | 3,000 |
| John Armitage Charitable Trust | - | - | - | - | 18,000 |
| South Kensington Estates | - | - | - | - | 10,000 |
| London Community Foundation (Endowment Funds) | - | - | - | - | 6,000 |
| CMF Charitable Trust | - | - | - | - | 9,000 |
| The Calleva Foundation | - | - | - | - | 2,000 |
| Other contributions from: | | | | | |
| Individuals | 4,470 | - | - | 4,470 | 29,702 |
| Organisations | - | - | - | - | 1,710 |
| Corporates | 220 | - | - | 220 | 5,189 |
| Schools | 679 | - | - | 679 | 2,237 |
| Trusts and Foundations | 15,500 | - | - | 15,500 | 350 |
| Contributions to Cadogan Kensington & Chelsea Foundation Endowment Fund | - | - | 8,387 | 8,387 | 18,642 |
| Sub Total | 20,869 | 68,800 | 8,387 | 98,056 | 208,717 |
| Grand Total | 20,869 | 673,813 | 51,997 | 746,679 | 482,799 |
| Totals 2019 | - | 464,157 | 18,642 | 482,799 | |

5 Income from Fundraising activities

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | 2020 Total Funds £ | 2019 Total Funds £ |
|-----------------------|----------------------------|--------------------------|-------------------------|-----------------------------|--------------------------|
| Enstar Capital | - | 5,000 | - | 5,000 | - |
| Cadogan Estates | - | - | - | - | 5,000 |
| Savills Sloane Street | - | - | - | - | 5,000 |
| Total | - | 5,000 | - | 5,000 | 10,000 |
| Totals 2019 | - | 10,000 | - | 10,000 | |

6 Income from investments

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | 2020 Total Funds £ | 2019 Total Funds £ |
|-------------------------------------|----------------------------|--------------------------|-------------------------|-----------------------------|--------------------------|
| Bank interest (Grenfell Tower Fund) | 204 | 11,627 | - | 11,831 | 12,390 |
| Total | 204 | 11,627 | - | 11,831 | 12,390 |
| Totals 2019 | - | 12,390 | - | 12,390 | |

The Kensington & Chelsea Foundation
Notes to the financial statements
For the year ended 31 March 2020

7a Analysis of expenditure
Current year

| | Cost of raising funds | Charitable activities | | | Endowment | 2020 | 2019 |
|--|------------------------------|------------------------------|-------------------------------|-----------------------|------------------|------------------|-------------|
| | | Grenfell Tower | Events & Campaigns | Other Expenses | | | |
| | £ | £ | £ | £ | £ | £ | £ |
| Contributions to Cadogan Kensington & Chelsea Foundation Endowment Fund | | | | | | | |
| The London Community Foundation (Fund administrators) | - | - | - | - | 8,387 | 8,387 | 19,296 |
| Events & Campaigns | | | | | | | |
| Winter Warmth Campaign | - | - | 17,622 | - | - | 17,622 | 34,054 |
| Children & Young People | - | - | 248,944 | - | - | 248,944 | 37,000 |
| Isolation & Loneliness | - | - | 240,011 | - | - | 240,011 | 124,829 |
| Skills & Employment | - | - | 98,000 | - | - | 98,000 | 37,715 |
| General grants awarded | | | | | | | |
| Other Grants | - | - | - | 15,000 | - | 15,000 | 101,041 |
| Grenfell Tower Fund | | | | | | | |
| Grants awarded | - | 515,317 | - | - | - | 515,317 | 589,553 |
| Total donation and grants awarded | - | 515,317 | 604,577 | 15,000 | 8,387 | 1,143,281 | 943,488 |
| Staff costs (see note 9) | - | - | - | 191,521 | - | 191,521 | 172,558 |
| Events & Campaigns Expenses | | | | | | | |
| -Skills & Employment | - | - | 154 | - | - | 154 | - |
| -Annual Celebration | - | - | - | 7,717 | - | 7,717 | - |
| Grenfell Tower Fund | | | | | | | |
| Fund costs-stripe charges | - | 248 | - | - | - | 248 | - |
| Fundraising costs | | | | | | | |
| Fundraising events | 1,049 | - | - | - | - | 1,049 | 11,261 |
| Marketing | 18,832 | - | - | - | - | 18,832 | 881 |
| Support costs | | | | | | | |
| Accounting services | - | - | - | 5,914 | - | 5,914 | 7,958 |
| Premises costs | - | - | - | 16,049 | - | 16,049 | 10,464 |
| Travel and Subsistence | - | - | - | 1,251 | - | 1,251 | 1,055 |
| Recruitment | - | - | - | 2,989 | - | 2,989 | 265 |
| Office costs | - | - | - | 9,283 | - | 9,283 | 10,035 |
| Audit fees | - | - | - | 2,800 | - | 2,800 | 5,400 |
| Bank charges | - | - | - | 787 | - | 787 | 1,248 |
| Subscriptions | - | - | - | 150 | - | 150 | 1,155 |
| Sundry expenses | - | - | - | 52 | - | 52 | 461 |
| Total expenditure | 19,881 | 515,565 | 604,731 | 253,513 | 8,387 | 1,402,077 | 1,166,229 |
| Total expenditure 2019 | 12,142 | 589,553 | 195,883 | 349,355 | 19,296 | 1,166,229 | |

Details of the grants awarded can be found in the Trustees' report.
Marketing expenditure included £11,000 invested in a new website

Of the total expenditure £250,677 was unrestricted (2019: £212,369), £1,143,013 was restricted (2019: £934,564) and £8,387 (2019: £19,296) endowment.

The Kensington & Chelsea Foundation
Notes to the financial statements
For the year ended 31 March 2020

7b Analysis of expenditure

Prior year

| | Cost of raising £ | Charitable activities | | | Endowment £ | 2019 £ |
|--|----------------------|-----------------------|-------------------------|---------------------|----------------|------------------|
| | | Grenfell Tower £ | Events & Campaigns £ | Other Expenses £ | | |
| Contributions to Cadogan Kensington & Chelsea Foundation Endowment Fund: | | | | | | |
| The London Community Foundation (Fund administrators) | - | - | - | - | 19,296 | 19,296 |
| Events & Campaigns | | | | | | |
| Winter Warmth Campaign | - | - | 34,054 | - | - | 34,054 |
| Children & Young People | - | - | 37,000 | - | - | 37,000 |
| Isolation & Loneliness | - | - | 124,829 | - | - | 124,829 |
| Skills & Employment | - | - | - | 37,715 | - | 37,715 |
| General grants awarded | | | | | | |
| Other Grants | | | | 101,041 | | 101,041 |
| Grenfell Tower Fund | | | | | | |
| Grants awarded | - | 589,553 | - | - | - | 589,553 |
| Total donation and grants awarded | - | 589,553 | 195,883 | 138,756 | 19,296 | 943,488 |
| Staff costs (see note 9) | - | - | - | 172,558 | - | 172,558 |
| Other direct costs | | | | | | |
| Campaign Expenses | | | | | | |
| -Winter Warmth | - | - | - | - | - | - |
| -Children & Young People | - | - | - | - | - | - |
| | | | | | | - |
| Fundraising costs | | | | | | |
| Fundraising events | 11,261 | - | - | - | - | 11,261 |
| Marketing | 881 | - | - | - | - | 881 |
| | | | | | | - |
| Support costs | | | | | | |
| Accounting services | - | - | - | 7,958 | - | 7,958 |
| Premises costs | - | - | - | 10,464 | - | 10,464 |
| Travel and Subsistence | - | - | - | 1,055 | - | 1,055 |
| Recruitment | - | - | - | 265 | - | 265 |
| Office costs | - | - | - | 10,035 | - | 10,035 |
| Sundry expenses | - | - | - | 461 | - | 461 |
| Subscriptions | - | - | - | 1,155 | - | 1,155 |
| Bank charges | - | - | - | 1,248 | - | 1,248 |
| Audit fees | - | - | - | 5,400 | - | 5,400 |
| Total expenditure 2019 | 12,142 | 589,553 | 195,883 | 349,355 | 19,296 | 1,166,229 |

The Kensington & Chelsea Foundation
Notes to the financial statements
For the year ended 31 March 2020

8 Net income / (expenditure) for the year

This is stated after charging:

| | 2020 | 2019 |
|--|---------------------|---------------------|
| | £ | £ |
| Auditor's remuneration (excluding VAT) | | |
| Audit work | 2,650 | 2,500 |
| | <u><u>2,650</u></u> | <u><u>2,500</u></u> |

9 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

Staff costs were as follows:

| | 2020 | 2019 |
|---|-----------------------|-----------------------|
| | £ | £ |
| Salaries and wages | 167,127 | 158,715 |
| Social security costs | 17,511 | 6,488 |
| Employer's contribution to defined contribution pension schemes | 6,883 | 7,355 |
| | <u><u>191,521</u></u> | <u><u>172,558</u></u> |

No employee earned over £60,000 during the year (2019: £nil)

The total employee benefits including pension contributions of the key management personnel were £71,156 (2019: £66,923).

The charity trustees did not receive payment or any other benefits from their position with the charity in the year (2019: £nil). No trustees were reimbursed for expenses. No charity trustee received payment for professional or other services supplied to the charity (2019: £nil).

Staff numbers

The average number of employees (head count based on number of staff employed) during the year was 4.5 (2019: 4.5)

Pension scheme

The charity operates defined contribution pension schemes.

10 Debtors

| | 2020 | 2019 |
|--------------------------------|---------------------|---------------------|
| | £ | £ |
| Gift Aid | - | 2,255 |
| Other debtors | 1,352 | 470 |
| Prepayments and accrued income | - | 6,402 |
| | <u><u>1,352</u></u> | <u><u>9,127</u></u> |

The Kensington & Chelsea Foundation
Notes to the financial statements
For the year ended 31 March 2020

11 Creditors: amounts falling due within one year

| | 2020 | 2019 |
|------------------------------|---------------|---------------|
| | £ | £ |
| Taxation and social security | 4,156 | 5,016 |
| Accruals | 5,650 | 6,412 |
| Deferred income | 10,000 | 20,000 |
| | 19,806 | 31,428 |

Deferred income

Deferred income comprises of grants received in advance.

| | 2020 | 2019 |
|---------------------------------------|---------------|---------------|
| | £ | £ |
| Balance at the beginning of the year | 20,000 | - |
| Amount released to income in the year | (10,000) | - |
| Amount deferred in the year | - | 20,000 |
| Balance at the end of the year | 10,000 | 20,000 |

12 Analysis of net assets between funds - current year

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | Total Funds £ |
|--|----------------------------|--------------------------|-------------------------|---------------------|
| Net current assets | 153,951 | 1,489,003 | 1,553 | 1,644,507 |
| Net assets at the end of the year | 153,951 | 1,489,003 | 1,553 | 1,644,507 |

Analysis of net assets between funds - prior year

| | Unrestricted Funds £ | Restricted Funds £ | Endowment Funds £ | Total Funds £ |
|-----------------------------------|----------------------------|--------------------------|-------------------------|------------------|
| Net current assets | 93,389 | 1,822,239 | 1,553 | 1,917,181 |
| Net assets at the end of the year | 93,389 | 1,822,239 | 1,553 | 1,917,181 |

The Kensington & Chelsea Foundation
Notes to the financial statements
For the year ended 31 March 2020

13 Movements in funds

| | At the start of the year £ | Income £ | Expenditure £ | Transfers £ | At the end of the year £ |
|---|----------------------------------|------------------|--------------------|-----------------|--------------------------------|
| Endowment Funds | 1,553 | 51,997 | (8,387) | (43,610) | 1,553 |
| Restricted funds: | | | | | |
| General Charitable Funds | 27,697 | 93,800 | (15,000) | (26,500) | 79,997 |
| Winter Warmth Campaign | 47,006 | 13,711 | (17,622) | - | 43,095 |
| Children & Young People | 88,403 | 137,178 | (248,944) | 50,800 | 27,437 |
| Isolation and Loneliness | 167,937 | 169,064 | (240,011) | 2,810 | 99,800 |
| Skills & Employment Campaign (including Get into Tech North Kensington) | 14,285 | 106,250 | (98,154) | - | 22,381 |
| Covid-19 Appeal | - | 178,810 | | | 178,810 |
| Events | - | 5,000 | (7,717) | 2,717 | - |
| Sub Total | 345,328 | 703,813 | (627,448) | 29,827 | 451,520 |
| Grenfell Tower funds | 1,476,911 | 26,137 | (515,565) | 50,000 | 1,037,483 |
| Total restricted funds (Incl. Grenfell Tower) | 1,822,239 | 729,950 | (1,143,013) | 79,827 | 1,489,003 |
| Unrestricted funds: | | | | | |
| General Funds | 93,389 | 347,456 | (250,677) | (36,217) | 153,951 |
| Total unrestricted funds | 93,389 | 347,456 | (250,677) | (36,217) | 153,951 |
| Total funds | 1,917,181 | 1,129,403 | (1,402,077) | - | 1,644,507 |

The Kensington & Chelsea Foundation
Notes to the financial statements
For the year ended 31 March 2020

13 Movements in funds (prior period)

| | At the start of the year £ | Income £ | Expenditure £ | Transfers £ | At the end of the year £ |
|--|----------------------------------|-------------|------------------|----------------|--------------------------------|
| Endowment Funds | 2,207 | 18,642 | (19,296) | - | 1,553 |
| Restricted funds: | | | | | |
| General Charitable Funds | 116,231 | 215,075 | (101,041) | (202,568) | 27,697 |
| Winter Warmth Campaign | 53,699 | 27,361 | (34,054) | - | 47,006 |
| Children & Young People (formerly Young Sparks) | 2,822 | 21,565 | (37,000) | 101,016 | 88,403 |
| Isolation and Loneliness (formerly Hands Across the Borough Campaign) | 68,058 | 173,156 | (124,829) | 51,552 | 167,937 |
| Skills & Employment Campaign (including Get into Tech North Kensington) | - | 52,000 | (37,715) | - | 14,285 |
| Events | - | 10,000 | (10,372) | 372 | - |
| Sub Total | 240,810 | 499,157 | (345,011) | (49,628) | 345,328 |
| Grenfell Tower funds | 1,892,296 | 124,168 | (589,553) | 50,000 | 1,476,911 |
| Total restricted funds (Incl. Grenfell Tower) | 2,133,106 | 623,325 | (934,564) | 372 | 1,822,239 |
| Unrestricted funds: | | | | | |
| General Funds | 73,638 | 232,492 | (212,369) | (372) | 93,389 |
| Total unrestricted funds | 73,638 | 232,492 | (212,369) | (372) | 93,389 |
| Total funds | 2,208,951 | 874,459 | (1,166,229) | - | 1,917,181 |

14 Related party transactions

An employee is a trustee of The Harrow Club and is excluded from decisions on grants to that organisation (2019: none).

15 Post balance sheet event

The World Health Organization declared the outbreak of the coronavirus a pandemic in March 2020. As we progress through 2020, more information is becoming known about the scale and impact of the coronavirus. The pandemic might have a significant impact on the charity and its operations.

16 Endowment Fund Note

The following endowment funds are held by London Community Foundation (LCF) on behalf of the Kensington & Chelsea Foundation.

| | Catalyst Housing Endowment Fund | The Emily Hughes- Hallett Endowment Fund | Cadogan Kensington & Chelsea Foundation Fund | Total Funds 2020 £ | Total Funds 2019 £ |
|--|--|--|--|-----------------------------|-----------------------------|
| Fund balance b/f | 63,457 | 88,262 | 244,443 | 396,162 | 355,324 |
| Investment income | 1,944 | 2,773 | 6,741 | 11,458 | 11,249 |
| Donation income | - | - | 8,387 | 8,387 | 19,296 |
| Investment manager rebate (fee) | 101 | 129 | 309 | 539 | - |
| Investment gains/(losses) | (5,211) | (2,468) | (8,444) | (16,123) | 21,875 |
| LCF management charges | (939) | (1,296) | (2,156) | (4,391) | (4,132) |
| Grants awarded | - | - | (43,610) | (43,610) | (7,450) |
| Transfers in/(out) | (2,811) | (6,369) | 9,180 | - | - |
| Net assets at the end of the year | 56,541 | 81,031 | 214,850 | 352,422 | 396,162 |