

Charity No

306969

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

Trustees' Report and Financial Statements

**For the year ended
31st March 2016**

**Sellens French
Chartered Accountants**

**91-97 Bohemia Road
St Leonards-on-Sea
East Sussex
TN37 6RJ**

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

Charity Information

Charity No	306969
Trustees	G N Bendon J C Blackburn M Charlesworth (Resigned 21.04.2016) K Donaldson The Rev. R Featherstone M J Foster C Galbraith N Harris (Deceased May 2015) J Hodges (Deceased February 2016) S M Parsons S Phillips D Poole I M Steel Chairman A Wing
Trustees Emeritus	A Slack G R D Kellie J S Hayward G L Dengate C R Morris
Principal place of operation	Old Hastings House Old London Road Hastings East Sussex TN34 3ET
Independent Examiners	K Sellens FCA Sellens French Chartered Accountants Registered Auditors 91-97 Bohemia Road St Leonards on Sea East Sussex TN37 6RJ

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

FINANCIAL ACCOUNTS
For the year ended 31st March 2016

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MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

REPORT OF THE TRUSTEES For the year ended 31st March 2016

The Trustees present their report along with the financial statements of the Charity for the year ended 31 March 2016. The financial statements have been prepared in accordance with the accounting policies set out below and comply with the Charity's trust deed, the Charities Act 2011 and accounting practices appropriate its size.

References and Administrative Information

The Charity's registered number is 306969

Its registered office is at Old Hastings House, 132 High Street, Hastings.

Its bankers are National Westminster Bank plc, Havelock Road, Hastings.

Its solicitors are Gaby Hardwicke, 34 Wellington Square, Hastings.

Its accountants and independent examiners are Sellens French, 91-97 Bohemia Road, St Leonards-on-Sea.

Its property management agents are Smart Property Solutions, 41 Havelock Road, Hastings.

Its investments are held with COIF Charities Investments Fund and managed by CCLA Investment Management Limited.

Trustees

The Trustees who served during the year are:

Gareth Nicholas Bendon	elected - 5 years from December 2013
Jennifer Clare Blackburn	elected – 5 years from January 2013
Maurcen Charlesworth	Hastings Borough Councillor
Keith Donaldson	Churchwarden
The Reverend Robert Featherstone	Priest in Charge
Michael Jabez Foster	elected – 5 years from January 2016
Clive Galbraith	elected – 5 years from October 2012
Nicky Harris	Churchwarden (until May 2015)
John Hodges	Hastings Borough Councillor (until February 2016)
Susan Margaret Parsons	elected – 5 years from January 2016
Susan Phillips	elected – 5 years from January 2016
Dawn Poole	Hastings Borough Councillor
Ian Michael Steel (Chairman)	elected – 5 years from January 2016
Ann Wing	Churchwarden

Trustees Emeritus

Anthony Slack
Gavin Robert Douglas Kellie
John Spencer Hayward
Gordon Leslie Dengate
Clive Richard Morris

The Trustees were appointed pursuant to the scheme of the Charity Commissioners dated 28 December 1951. The Board of Trustees is authorised to appoint new trustees to fill vacancies among the co-optative Trustees. Up to three Trustees are nominated by Hastings Borough Council. The Rector (Priest-in-Charge) and the churchwardens for the time being of the Parish of St Clement & All Saints are appointed ex-officio Trustees.

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

**REPORT OF THE TRUSTEES (continued)
For the year ended 31st March 2016**

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity is run by a Board of Trustees which delegates some of its functions to committees. The Chairman of the Charity is Ian Michael Steel. The various management committees and the Administrator of the Charity, who is Mrs Marcia Woolf, run the day-to-day operations.

The charity originated prior to 21 March 1294 but is now governed by a scheme of the Charity Commissioners made on 12 February 1951, as amended in 1965, 1981 and 1989.

Reserves Policy

The free reserves, which are those unrestricted funds not invested in fixed assets or properties held for investment, designated for specific purposes or otherwise committed, are represented by net current assets and funds held on deposit with CCLA. Treasury management of the Charity's cash reserves is delegated to the Finance and General Purposes Committee. The Trustees formally consider the Charity's cash reserves at each of their meetings.

At 31 March 2016 the free reserves totalled £225,308 (2015: £207,506). Trustees view the present level of reserves as appropriate, having regard to the Charity's current activities. They will aim to retain reserves of these levels as a minimum for the foreseeable future. Trustees remain conscious of the need to hold sufficient reserves to manage risk and yet take account of the present meagre return on cash reserves due to low interest rates.

Risk Management

The Charity's Trustees have considered the major risks to which the Charity is exposed and have established systems and procedures to manage those risks. The Trustees keep their risk policy under regular review and act as necessary.

Investment Policy

Other than property and cash at bank, all assets of the Charity are invested with the Charities Official Investment Fund (COIF). All sales and purchases of capital assets are made with the approval of the Board of Trustees or the Finance and General Purposes Committee, in accordance with the Charity's Scheme of Delegations.

Rental income represents a 2.2% net return on the portfolio's current market value. Revaluation of the Charity's commercial property portfolio indicates a total value of £1,446,000 (2015 £1,275,000); an increase of 13.4%

The COIF share investments have provided a dividend return of 3.8% whilst their capital value has decreased by 0.49% over the year. The Trustees continue to consider that in current market conditions their policy to use COIF is sensible in terms of security and value.

The Use of Volunteers

The charity makes no use of volunteers.

Related Parties:

The Charity's Trustees are Trustees of the Magdalen & Lasher Charity General Fund.

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

REPORT OF THE TRUSTEES (continued) For the year ended 31st March 2016

Political Contributions:

The Charity made no political contributions.

OBJECTIVES, PERFORMANCE AND PLANS

Objectives and Activities:

The charity has the following objects, namely:

For the benefit of persons in need of financial assistance who are residents of the Borough of Hastings or who have attended schools in the Borough for more than 2 years to:

- a) award to beneficiaries scholarships, bursaries or maintenance tenable at any school, university or other place of learning approved by the Trustees;
- b) provide financial assistance (including assistance in kind) to help beneficiaries leaving school, university or other place of learning to prepare for or enter employment;
- c) award scholarships or maintenance to enable beneficiaries to pursue their education;
- d) provide assistance for the provision of facilities not normally provided by the Local Education Authority/Academy sponsor for recreation and for social and physical training including sports coaching; and
- e) provide financial assistance to enable beneficiaries to study music and the arts and otherwise to promote education.

The Board of Trustees has delegated day-to-day management of the Foundation's activities to its Education Committee (EC), comprising five Trustees, including the Charity's Vice-Chair who chairs the Committee. The EC's delegation includes the power to take all decisions up to a value limit of £3,000, provided that the decision is consistent with the policies approved by the Board. All matters which derogated from the approved policies or which exceeded £3,000 were referred to the Board for decision. The EC submitted a stewardship report to each quarterly meeting of the Board detailing its decisions in the preceding quarter.

Working to a budget, the EC met three times during the year and conferred frequently by e-mail, thus enabling grant applications to be determined promptly. They awarded:

- 28 University bursaries and bursary-type grants totalling £28,000
- 11 minor grants to schools and other organisations totalling £19,263
- 15 small grants to individuals and organisations totalling £13,535
- 10 major grants to schools were awarded totalling £66,685

The figures in note 13 to the accounts may differ from the above due to subsequent changes to awards made in earlier period.

Two generous bequests from Miss Norma Batley and Mr Derek Hibbert, together totalling some £300,000, with the object of promoting musical education in Hastings, are being administered by the Charity as the Batley-Hibbert Fund. Grants amounting to £5,125 were made from the Batley-Hibbert Fund in the year to 31 March 2016 and are included in the figures above..

The total value of grants etc awarded in the year ended 31 March 2016 was £123,363 (2015 £104,285).

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

REPORT OF THE TRUSTEES (continued)
For the year ended 31st March 2016

Future Developments:

The Trustees do not envisage any major changes in policy in the immediate future.

Public Benefit:

All educational grants to individuals are means tested and help to improve educational opportunities for less well off students. All grants to institutions facilitate enhancements to educational provision which might not otherwise happen. Major Grants involve leverage and may encourage long-term innovation through seed-corn funding.

The Trustees are required under the constitution of the Charity to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Charity and of its results for that period. In preparing those financial statements the Trustees are required to follow best practice and:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for maintaining proper accounting records which 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. They are also responsible for safeguarding the assets of the Charity and hence taking reasonable steps for the detection and prevention of fraud and other irregularities.

The Trustees of the Charity must, in determining how amounts are presented within items in the statement of financial activities and balance sheet, have regard to the substance of the reported transactions or arrangement, in accordance with the generally accepted accounting principles and practice.

This report has been prepared in keeping with the requirements for charities of this size.

Approved by the Trustees on.....20/12/2016 and signed on their behalf by:

Ian M Steel

Ian Michael Steel - Chairman

Independent Examiner's Report For the period ended 31st March 2016

To the Trustees of Magdalen and Lasher Charity Educational Foundation

I report on the financial statements of the charity for the year ended 31st March 2016 as set out within pages 6 to 12.

Respective Responsibilities of Trustees and Examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The Charity is preparing accrued accounts and I am qualified to undertake the examination by being a qualified member of The Institute of Chartered Accountants in England and Wales.

It is my responsibility to:

- Examine the accounts under section 145 of the 2011 Act;
- To follow procedures laid down in the General Directions given by the Charity Commissioners under section 145(5) of the 2011 Act; and
- To state whether particular matters have come to my attention.

Basis of Independent Examiner's Report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the Accounts presented with those records. It also includes consideration of any unusual items or disclosures in the Accounts, and the seeking of explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and, consequently, no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent Examiner's Statement

In connection with my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with Section 130 of the 2011 Act; and
 - to prepare Accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act have not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Signed:  Date: 20/10/2016

Keith Sellens FCA
Sellens French,
Chartered Accountants
 91 - 97 Bohemia Road,
 St Leonards on Sea,
 East Sussex,
 TN37 6RJ

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

Statement of Financial Activities

For the year ended 31st March 2016

	Note	2016 £	2015 £
Funds from Charitable Activities			
Incoming Resources from Generated Funds			
<i>Activities for Generating Funds</i>			
Rental Income Receivable	3	48,225	50,122
<i>Voluntary Income</i>			
Donations		6,000	631
<i>Investment Income</i>			
Dividends		120,688	118,320
Interest Received		410	293
Total Incoming Resources		175,323	169,366
Resources Expended			
<i>Costs of Generating Funds</i>			
Rental Property Expenses	3	21,920	12,277
<i>Charitable Activities</i>			
Major and Minor Grants	13	86,128	65,691
Grants in Aid and Bursaries	13	37,235	34,773
<i>Governance Costs</i>	4	6,805	7,022
Total Resources Expended		152,088	119,763
Net Incoming Resources		23,235	49,603
Other Recognised Gains and Losses			
Unrealised Gains on Property Investments		171,000	85,000
Unrealised Gains /(Losses) on Listed Investments		(133,806)	282,334
Net Movement in Funds for the year		60,429	416,937
Total Funds Brought Forward		4,698,871	4,281,934
Total Funds Carried Forward	11	4,759,300	4,698,871

All funds are unrestricted.

There were no recognised gains or losses for the year ended 31st March 2016 other than those included in the Statement of Financial Activities.

The Notes on pages 8 to 12 form part of these accounts

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

Balance Sheet
As at 31st March 2016

		2016		2015	
	Note	£	£	£	£
FIXED ASSETS					
Investments	6		4,644,523		4,495,665
CURRENT ASSETS					
Debtors	7	3,473		3,115	
Cash at Bank and In Hand		136,989		225,529	
		<u>140,462</u>		<u>228,644</u>	
CURRENT LIABILITIES	8	<u>19,685</u>		<u>21,138</u>	
NET CURRENT ASSETS			<u>120,777</u>		<u>207,506</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>4,765,300</u>		<u>4,703,171</u>
CREDITORS FALLING DUE IN MORE THAN ONE YEAR	9		(6,000)		(4,300)
TOTAL ASSETS LESS CURRENT LIABILITIES			<u><u>4,759,300</u></u>		<u><u>4,698,871</u></u>
Financed By					
ACCUMULATED FUNDS	12				
Unrestricted funds			<u><u>4,759,300</u></u>		<u><u>4,698,871</u></u>

Approved and signed on behalf of the board

Jay M Steel
I M Steel

20th October 2016
Date

The Notes on pages 8 to 12 form part of these accounts

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION**Notes to the accounts for the year ended 31st March 2016****1 Accounting Policies**

The principal accounting policies are summarised below. They have all been applied consistently throughout the year and the preceding year.

Basis of Accounting

These accounts have been prepared under the Historical Cost Convention with the exception that Investments are included at market value. They have been prepared in accordance with accounting standards applicable to the Charity.

Incoming Resources

All incoming resources are recognised once the charity has entitlement to them and the monetary value can be measured with sufficient reliability.

Resources Expended

Resources expended are included in the Statement of Financial Activities on an accruals basis.

Charitable Grants and Magdalen Bursaries

Applications for charitable grants in aid are invited from qualifying individuals and organisations to be considered by the trustees. They are reflected within the accounts when authorised.

Magdalen Bursaries granted to students nominated by their secondary schools and for payment over a period of three years are accounted for when approved by the trustees.

Expenditure on Management and Administration of the Charity

Administration Expenditure includes all expenditure not directly related to the charitable activity or fund-raising ventures. This includes costs of renting and running office premises, staff salaries for administrative staff and accountancy fees.

Tangible Fixed Assets

The charity has no tangible fixed assets.

Fixed Asset Investments

Investments are stated at market value at the balance sheet date. The realised and unrealised gains and losses are included in the Statement of Financial Activities.

2 Taxation

The Company is a registered charity and no liability to tax arises.

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

Notes to the accounts for the year ended 31st March 2016

3 Surplus on Income from Property

	2016	2015
	£	£
Gross Rents Receivable	<u>48,225</u>	<u>50,122</u>
Less Property Costs		
Expenditure on Properties	15,898	4,323
Insurance	866	852
Commission to Smart Property Solutions	5,156	5,938
Legal Costs	<u>-</u>	<u>1,164</u>
	<u>21,920</u>	<u>12,277</u>
Net Income from Property	<u><u>26,305</u></u>	<u><u>37,845</u></u>

4 Resources Expended - Governance

Contribution to OHH Payroll Costs	3,200	3,200
Contribution to OHH Office Costs	2,000	1,600
Bank Charges	165	182
Independent Examination Fees	<u>1,440</u>	<u>2,040</u>
	<u><u>6,805</u></u>	<u><u>7,022</u></u>

5 Unrealised Gains / (Losses) on Investments

Property Revaluation	171,000	85,000
COIF Investments	<u>(133,806)</u>	<u>282,334</u>
	<u><u>37,194</u></u>	<u><u>367,334</u></u>

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

Notes to the accounts for the year ended 31st March 2016

		2016	2015
		£	£
6 Fixed Asset Investments (All UK)			
Freehold Investment Properties		1,446,000	1,275,000
Listed Investments - General		2,862,498	2,870,205
Listed Investments - Batley Hibbert Designated Fund		336,025	350,460
		<u>4,644,523</u>	<u>4,495,665</u>
Listed Investments	Units Held	Market Value	Cost
		£	£
COIF Income Units			
<i>Batley Hibbert Designated Fund</i>			
At 1st April 2015	27,700	350,460	300,000
Additions	-	-	-
Revaluation	-	(14,435)	-
At 31st March 2016	<u>27,700</u>	<u>336,025</u>	<u>300,000</u>
<i>General Unrestricted Funds</i>			
At 1st April 2015	226,861	2,870,205	413,982
Additions	493	6,000	6,000
Revaluation	-	(118,238)	-
At 31st March 2016	<u>227,354</u>	<u>2,757,967</u>	<u>419,982</u>
Total Income Units	<u>255,054</u>	<u>3,093,992</u>	<u>719,982</u>
COIF Accumulation Units			
<i>General Unrestricted Funds</i>			
At 1st April 2015	-	-	-
Additions	880	105,665	105,665
Revaluation	-	(1,134)	-
At 31st March 2016	<u>880</u>	<u>104,531</u>	<u>105,665</u>
Total Listed Investments			
General Unrestricted Funds		2,862,498	525,647
Batley Hibbert Designated Fund		336,025	300,000
		<u>3,198,523</u>	<u>825,647</u>
Freehold Investment Properties			
47 Barley Lane		210,000	82,000
41 Belmont Road		210,000	55,000
60 The Bourne		230,000	53,326
6 Cranbrook Road		216,000	-
11 Horntye Road		120,000	-
2 St Pauls Road		215,000	-
9 Boyne Road		210,000	155,000
Barley Lane Football Ground		35,000	37,916
As at 31st March 2016		<u>1,446,000</u>	<u>383,242</u>
As at 31st March 2015		<u>1,275,000</u>	<u>383,242</u>

Investment properties, with the exception of the football ground are revalued periodically by Smart Property Solutions, the charity's rental agents.

The valuation of the football ground is assessed by the trustees.

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

Notes to the accounts for the year ended 31st March 2016

7 Debtors	2016	2015
	£	£
Rent Arrears	2,968	2,349
Other Debtors	505	766
	<u>3,473</u>	<u>3,115</u>
 8 Creditors falling due within one year		
Magdalen and Lasher Charity General Fund	865	1,165
Accruals	2,720	2,173
Grants in Aid - Magdalen Bursaries	16,100	17,800
	<u>19,685</u>	<u>21,138</u>
 9 Creditors falling due after one year		
Grants in Aid - Magdalen Bursaries	<u>6,000</u>	<u>4,300</u>

10 Restricted Funds

There are no restricted funds

11 Related Parties

a) During the year the charity made contributions to Old Hastings House Charitable Incorporated Organisation totalling £5,200.

b) At the balance sheet date £865 (2015 £1,165) was due to Old Hastings House Charitable Organisation for investment property insurance.

c) The charity's trustees are also responsible for the activities of the Magdalen & Lasher Charity General Fund and Old Hastings House Charitable Incorporated Organisation.

12 Unrestricted Charitable Funds

	Balance B/f	Incoming Resources and Gains on Investments	Resources Expended and Losses on Investments	Balance C/f
	£	£	£	£
General Fund	4,348,411	333,190	(266,334)	4,415,267
Batley-Hibbert Designated	350,460	13,133	(19,560)	344,033
	<u>4,698,871</u>	<u>346,323</u>	<u>(285,894)</u>	<u>4,759,300</u>

MAGDALEN AND LASHER CHARITY EDUCATIONAL FOUNDATION

Notes to the accounts for the year ended 31st March 2016

13 Grants and Bursaries

	2016 £	2015 £
Major Grants		
Robsack Wood Primary Academy	5,000	5,000
Villiers Park Educational Trust	5,000	5,000
New Horizons School	6,125	4,500
Jerwood Gallery	4,500	5,000
St Richard's Catholic College	5,000	-
Dudley Infant Academy	20,000	-
St Leonards CE Primary Academy	5,000	5,000
Helenswood Academy	6,500	7,500
Helenswood Academy	4,740	3,000
St Paul's C of E Primary	5,000	-
All Saints	-	5,000
Churchwood	-	5,000
	66,865	45,000
Minor Grants		
Project Art Works	1,250	-
Horizons Community Learning CIC	1,843	2,750
ARK Blacklands Primary Academy	2,585	2,250
Helenswood Academy	615	-
ARK Little Ridge Primary Academy	1,500	1,500
All Saints CE Junior Academy	500	-
St Leonards Academy	5,380	-
Farley Arts Trust	1,144	-
St Richard's Catholic College	2,677	-
St Leonards Academy	1,270	1,287
St Leonards Academy	-	3,000
Ore Village Primary Academy	500	-
Sandown Primary	-	2,726
Hastings Academy	-	428
St Leonards C of E Primary	-	750
The Baird Primary School	-	3,000
Dudley Infants	-	3,000
	19,263	20,691
Total Major and Minor Grants	86,128	65,691
Grants in Aid		
Individual Grants	13,535	14,173
Individual Bursaries	23,700	20,600
	37,235	34,773