

Company Number: 07844369
Charity Number: 115014

THE ELLIOT FOUNDATION
FINANCIAL STATEMENTS
31 AUGUST 2019

**THE ELLIOT FOUNDATION
(LIMITED BY GUARANTEE)**

Financial Statements Year Ended 31 August 2019

Contents	Pages
Reference and administrative information	1
Report of the board of trustees	2 – 4
Statement of financial activities	5
Balance sheet	7
Notes to the financial statements	8 – 11

**THE ELLIOT FOUNDATION
(LIMITED BY GUARANTEE)**

Reference and Administrative Details of the Charity:

The Trustees, who are also directors of the charity for the purposes of the Companies Act, submit their annual report and the financial statements of The Elliot Foundation (TEF) for the year ended 31 August 2019.

The Board of Trustees	Mr. H. W. Bedford Ms J Cameron Mr. H. R. Greenway Ms. K. James Ms. J. Rothwell Dr. C. E. Whalley
Registered Office	144 York Way London N1 0AX
Company Number	07844369
Charity Number	1150146

THE ELLIOT FOUNDATION (LIMITED BY GUARANTEE)

Trustees' Report Year Ended 31 August 2019

The Trustees confirm that the annual report and financial statements of the charitable company comply with current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

Structure, Governance and Management

The Elliot Foundation (TEF) is a charitable company limited by guarantee, incorporated on 11 November 2011 and registered as a charity on 12 December 2012.

The governance arrangements for The Elliot Foundation are set out in its Memorandum and Articles of Association. This describes the objects of The Elliot Foundation as being specifically restricted to 'such charitable purposes as the directors in their absolute discretion think fit including, but not limited to, the advancement of education for the public benefit in the United Kingdom, in particular, but without prejudice to the generality of the foregoing by sponsoring, co-sponsoring, supporting, establishing, maintaining, carrying on, managing and developing schools'.

The Directors of the charity are charity trustees as defined by section 97 of the Charities Act 1993.

Trustees/Directors

At 31 August 2019 there were six Trustees, each of whom is a Director of The Elliot Foundation. The number of Trustees/Directors must be not less than three and not more than twelve. Dr C Whalley, the Chairperson and founder of The Elliot Foundation, may appoint up to seven Trustees/Directors of the charity at any time and to remove her nominated Trustees/Directors from office. The term of office is two years, however this time limit does not apply to Dr C Whalley, and any Director may be re-appointed or re-elected. Full details on the appointment of Trustees/Directors can be found in Article 22 of the Articles of Association of the company.

Trustees/Directors meet three times a year. In appointing new Trustees/Directors the board reviews existing skill sets, identifies gaps and recruits accordingly. New Trustees/Directors are provided with a comprehensive induction pack, (comprising plans, policy documents and other relevant documents) before being invited to the Charity's office in London to meet the team and have a one-to-one meeting with the Chairperson and separately a meeting with the CEO of The Elliot Foundation Academies Trust.

The Creation of The Elliot Foundation and The Elliot Foundation Academies Trust

Caroline Whalley with the help of colleagues nurtured the idea of a Multi Academy Trust for Primary Schools during the summer of 2011. The Elliot Foundation (TEF) was incorporated on Armistice Day 2011 as the vehicle for turning the idea into reality. The Elliot Foundation was the start-up body for developing the Multi Academy Trust. Most of those working for TEF provided their services pro-bono. Any expenses that needed to be made were paid for by Caroline Whalley up to April 2012.

In April 2012 the academy order was signed by the Secretary of State for The Elliot Foundation to become the sponsors for a primary phase academy created by the conversion to an Elliot academy of the Croft Community Primary School in Walsall. The Croft Academy opened on 1 September 2012.

The Elliot Foundation was created as a company limited by guarantee and registered charity. It is not a body that can assume responsibility for delivering primary education. A separate organisation, The Elliot Foundation Academies Trust (TEFAT) was established with the specific objects and constitution that enabled it to fulfil this purpose. TEF is a member of TEFAT and its relationship with TEFAT is governed by a member's agreement.

Risk Management

The Trustees are aware of the risk factors involved with the running of a registered charity. The Risk Assessment Statement and Schedule are reviewed annually by the Board of Trustees.

The Trustees have reviewed the major risks to which the charity is exposed and are satisfied that appropriate mitigating actions are in place to reduce or control each risk. Major risks are reviewed annually.

THE ELLIOT FOUNDATION (LIMITED BY GUARANTEE)

Trustees' Report Year Ended 31 August 2019

Objectives and Activities

With the creation of The Elliot Foundation Academies Trust (TEFAT), The Elliot Foundation assumed a new role. TEF is registered as a charity. TEF has the overall role of setting the philosophy, ethos and values of the foundation which guide the way the Board and staff of TEFAT manage academies. TEF is the vehicle for fundraising. TEF provides a way to undertake activities relevant to the TEF mission that might conflict with the requirements of the TEFAT funding agreement. The main activities of The Elliot Foundation are raising charitable donations to support the finances of The Elliot Foundation Academies Trust in its early phase to the point where it is of a size to be financially self-sufficient. TEF has provided independent oversight of the activities of The Elliot Foundation Academies Trust through a member's agreement signed on 24 April 2015.

The achievements of The Elliot Foundation and those of The Elliot Foundation Academies Trust include:

- The Elliot Foundation Academies Trust achieved a surplus in 31 August 2019, when it had 27 open academies. The removal of the Education Services Grant, the apprenticeships levy and unfunded increases in employment costs amongst other factors will place further pressure on academies trying to achieve a balanced financial position.
- Further details are included in the annual report and financial statements of The Elliot Foundation Academies Trust for the period ending 31 August 2019 (company registration No. 8116706).

Public Benefit

The Trustees have considered the Charity Commission's requirement in respect of Public Benefit. In their view the Charity meets, in full, the criteria to satisfy the test. In particular, in planning future activities of the organisation, the Trustees consider how planned activities will contribute to the aims and objectives they have set. This report describes the activities undertaken to further its charitable purposes for the public benefit now and for the future.

Financial Review and Results for the Year

The statement of financial activities shows a net deficit for the year of £2,179 (2018: £22,619 surplus) and reserves stand at £20,557 (2018: £22,736) in total. This is adequate to finance the Charity's activities for the foreseeable future and the trustees consider the financial position of the Society to be satisfactory.

Reserves Policy and Going Concern

The policy of The Elliot Foundation towards its funds is that they should all be made available for the advancement of public education. TEF does not incur overheads and as such the board considers that TEF does not need to hold substantial reserves. The restricted reserves held at year end relate to a previous grant to develop The Elliot Foundation Learning Alliance (TEFLA). This will be spent in future periods. The unrestricted deficit is small and will be covered by future income. The reserves policy of The Elliot Foundation Academies Trust is included in the annual report and financial statements of The Elliot Foundation Academies Trust for the period ending 31 August 2019 (company registration No. 8116706).

The Trustees have a reasonable expectation that the charity will continue in operational existence for the foreseeable future (being over 12 months from the date of signing this report) and have therefore, used the going concern basis in preparing these financial statements.

Review of Achievements and Performance for the Year

The trustees consider that the performance of the Charity this year has been satisfactory. Activity has been limited due to the decision by TEFAT to delay the launch of TEFLA as a stand alone organisation. This was due to a review of the CPD market in schools. New projects to be funded by TEF are being actively sought and considered.

Related Parties and co-operation with other organisations

TEF is a member of TEFAT, and as such both organisations work closely together. All Trustees complete annual declarations of interests, and any new interests are declared at the start of every board meeting. Trustee indemnities are set out in Note 11.

**THE ELLIOT FOUNDATION
(LIMITED BY GUARANTEE)**

Trustees' Report Year Ended 31 August 2019

Risk management

The Trustees have reviewed the major risks to which the charity is exposed and are satisfied that appropriate mitigating actions are in place to reduce or control each risk. Major risks are reviewed annually.

Statement of Trustees' Responsibilities

Law applicable to charities in England and Wales requires the directors/trustees to prepare a Trustee's annual report and financial statements for each financial year, which give a true and fair view of the state of the charitable company's affairs and of its income, and expenditure for the financial year. In preparing these accounts the directors/ trustees are required to:

- select suitable UK accounting policies and then 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;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The directors/trustees are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the charitable company and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The maintenance and integrity of the charity's website is the responsibility of the trustees. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislations in other jurisdictions.

This report has been prepared in accordance with 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) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland, Companies Act 2006 and the Charities Act 2011.

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board of trustees on 27 May 2020 and signed on its behalf by

Signed on behalf of the Trustees by:



Mr. H. R. Greenway
Trustee

Registered Office
144 York Way
London
N1 0AX

**THE ELLIOT FOUNDATION
(LIMITED BY GUARANTEE)**

Statement of financial activities (including income and expenditure account)

For the year ended 31 August 2019

	Note	Unrestricted funds £	Restricted funds £	Total funds 2019 £	Total funds 2018 £
Income from					
Donations and legacies					
Grants	2	-	-	-	50,000
Donations	2	-	-	-	250
Interest income		21	-	21	19
		-----	-----	-----	-----
Total income		21	-	21	50,269
		=====	=====	=====	=====
Expenditure					
Charitable activities					
Grants payable		-	-	-	20,690
Support costs		-	2,200	2,200	6,960
		-----	-----	-----	-----
Total expenditure	3	-	2,200	2,200	27,650
		=====	=====	=====	=====
Net (expenditure)/ income	4	21	(2,200)	(2,179)	22,619
 Total funds at 1 September		 (504)	 23,240	 22,736	 117
		-----	-----	-----	-----
Total funds at 31 August		(483)	21,040	20,557	22,736
		=====	=====	=====	=====

The statement of financial activities includes all gains and losses recognised in the year.

All incoming resources and resources expended derive from continuing activities.

The notes on pages 8 to 11 form part of these financial statements.

**THE ELLIOT FOUNDATION
(LIMITED BY GUARANTEE)**

Statement of financial activities (including income and expenditure account)

For the year ended 31 August 2018

	Note	Unrestricted funds £	Restricted funds £	Total funds 2018 £
Income from				
Donations and legacies				
Grants	2		50,000	50,000
Donations	2	250	-	250
Interest income		19	-	19
		-----	-----	-----
Total income		269	50,000	50,269
		=====	=====	=====
Expenditure				
Charitable activities				
Grants payable		-	20,690	20,690
Support costs		890	6,070	6,960
		-----	-----	-----
Total expenditure	3	890	26,760	27,650
		=====	=====	=====
Net (expenditure) / income	4	(621)	23,240	22,619
Transfers between funds		-	-	-
Total funds at 1 September		117	-	117
		-----	-----	-----
Total funds at 31 August		(504)	23,240	22,736
		=====	=====	=====

The statement of financial activities includes all gains and losses recognised in the year.

All incoming resources and resources expended derive from continuing activities.

The notes on pages 8 to 11 form part of these financial statements.

**THE ELLIOT FOUNDATION
(LIMITED BY GUARANTEE)**

Balance Sheet at 31 August 2019

	Note	£	2019 £	£	2018 £
Current assets					
Cash at bank and in hand		15,712		49,753	
Debtors	6	5,845		-	
			21,557	49,753	
Creditors: amounts falling due within one year					
	7	(1,000)		(27,017)	
Net current assets					
					22,736
Total assets less current liabilities					
			20,557		22,736
Income funds					
Restricted	9		21,040		23,240
Unrestricted	9		(483)		(504)
			20,557		22,736

The Trustees (directors) are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the period by virtue of Section 477, and that no member or members have requested an audit pursuant to Section 476 of the Act.

The trustees acknowledge their responsibility for:

- (i) ensuring that the company keeps adequate accounting records which comply with Section 386 of the Act and
- (i) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of Section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions available to companies subject to the small companies regime.

The financial statements were approved by the Trustees (Directors) and authorised for issue on 27 May 2020 signed on their behalf by:



Mr. H. R. Greenway
Trustee

Company Number: 07844369

The notes on pages 8 to 11 form part of these financial statements

**THE ELLIOT FOUNDATION
(LIMITED BY GUARANTEE)**

Notes to the financial statements year ended 31 August 2019

1. Accounting policies

(a) Charitable Company Information

The Elliot Foundation is a charitable company limited by guarantee registered in England and Wales. The company number is 07844369 and the charity number is 1150146. The charitable company's principle address is: 144 York Way, London Borough of Camden, London, N1 0AX

(b) Basis of accounting

The accounts (financial statements) have been prepared under the historical cost convention and in accordance with 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) (effective 1 January 2015), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and the Companies Act 2006.

The charitable company constitutes a public benefit entity as defined by FRS 102.

Having assessed the charitable company's financial position and plans for the foreseeable future, the Trustees are satisfied that it remains appropriate to prepare the financial statements on a going concern basis.

The charity has taken the available exemption under the Charities SORP (FRS 102) Update Bulletin 1, as a smaller charity, to not prepare a Statement of Cash Flows.

The financial statements are prepared in sterling which is the functional currency of the charitable company and are rounded to the nearest £1.

(c) Fund accounting

The charitable company maintains various types of funds as follows.

Restricted funds – Restricted funds represent grants and donations received which are allocated by the donor for specific purposes. The charitable company has not received any such restricted funds in the current or prior period.

Unrestricted funds – Unrestricted funds represent income, which is expendable at the discretion of the trustees in the furtherance of the objects of the charity.

(d) Income

Donations and similar incoming resources are included in the year in which they are receivable, which is when the charity becomes entitled to the resource.

Grants receivable are credited to the Statement of Financial Activities (SOFA) in the year for which they are receivable. Deferred income represents amounts received for future periods and is released to incoming resources in the period to which it relates. Investment income is included in the SOFA in the year in which it is receivable.

(e) Expenditure and basis of allocation of costs

Expenditure is included when incurred on an accruals basis.

Grants payable are recognised in the year in which a legal or constructive obligation to make payment arises.

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

(f) Accounting Estimates

In preparing the Financial Statements, the trustees are required to make estimates and assumptions which affect reported income, expenses, assets, liabilities and disclosure of contingent assets and liabilities. Use of available information and application of judgement are inherent in the formation of estimates, together with expectations of future events that are believed to be reasonable under the circumstances. Actual results in the future could differ from such estimates.

**THE ELLIOT FOUNDATION
(LIMITED BY GUARANTEE)**

Notes to the financial statements year ended 31 August 2019 (continued)

There are no key assumptions or other sources of estimation that have a significant risk of causing a material adjustment to the carrying values of assets and liabilities within the next financial year.

2. Income generated from:

Voluntary income:

Donations and grants

	Unrestricted	Restricted	2019 Total	2018 Total
	£	£	£	£
The Bedford Family Charitable Fund	-	-	-	50,000
Other	-	-	-	250
	<hr/>	<hr/>	<hr/>	<hr/>
	-	-	-	50,250
	<hr/>	<hr/>	<hr/>	<hr/>

3. Total Expenditure

	Charitable activities	Governance costs	2019 Total	2018 Total
	£	£	£	£
Grants payable	-	-	-	20,690
Legal and professional	-	2,200	2,200	5,680
Finance cost	-	-	-	390
Entertainment	-	-	-	890
	<hr/>	<hr/>	<hr/>	<hr/>
	-	2,200	2,200	27,650
	<hr/>	<hr/>	<hr/>	<hr/>

4. Net incoming resources for the year

This is stated after charging	2019	2018
	£	£
Legal and support fees	2,200	480
Independent examiners' fees	-	5,200
	<hr/>	<hr/>
	2,200	5,680
	<hr/>	<hr/>

During the year there were no employees (2018: Nil) and no remuneration (2018: £Nil) was paid to any of the trustees.

No expenses for attending meetings were reimbursed to trustees in either period.

5. Taxation

The charitable company is exempt from corporation tax on its charitable activities.

**THE ELLIOT FOUNDATION
(LIMITED BY GUARANTEE)**

Notes to the financial statements year ended 31 August 2019 (continued)

6. Debtors	2019	2018
	£	£
Other debtors	5,845	-
	<u>5,845</u>	<u>-</u>
	<u><u>5,845</u></u>	<u><u>-</u></u>

7. Creditors: amounts falling due within one year	2019	2018
	£	£
Amounts owed to The Elliot Foundation Academies Trust	-	22,817
Accruals	1,000	4,200
	<u>1,000</u>	<u>27,017</u>
	<u><u>1,000</u></u>	<u><u>27,017</u></u>

8. Reconciliation of funds

As at 31 August 2019

	Balance B/fwd	Incoming Resources	Outgoing expenditure	Balance C/fwd
	£	£	£	£
Unrestricted	(504)	21	-	(483)
Restricted	23,240	-	(2,200)	21,040
	<u>22,736</u>	<u>21</u>	<u>(2,200)</u>	<u>20,557</u>
	<u><u>22,736</u></u>	<u><u>21</u></u>	<u><u>(2,200)</u></u>	<u><u>20,557</u></u>

Restricted funds

The restricted fund relates to grants given for specific purposes but not yet fully spent. The current balance relates to the project to set up The Elliot Foundation Learning Alliance (TEFLA) to develop and sell CPD services to schools both inside and outside of TEFAT. These will be spent in future periods.

Funds in deficit

Total net unrestricted funds as at 31 August 2019 were a £483 deficit. The charitable company plans to generate sufficient unrestricted funds to remove the deficit in the coming years.

As at 31 August 2018

	Balance B/fwd	Incoming Resources	Outgoing expenditure	Balance C/fwd
	£	£	£	£
Unrestricted	117	269	(890)	(504)
Restricted	-	50,000	(26,760)	23,240
	<u>117</u>	<u>50,269</u>	<u>(27,650)</u>	<u>22,736</u>
	<u><u>117</u></u>	<u><u>50,269</u></u>	<u><u>(27,650)</u></u>	<u><u>22,736</u></u>

**THE ELLIOT FOUNDATION
(LIMITED BY GUARANTEE)**

Notes to the financial statements year ended 31 August 2019 (continued)

9. Analysis of net assets between funds 2019

	Unrestricted funds	Restricted funds	Total 2019
	£	£	£
Cash at bank and in hand	21	15,691	15,712
Debtors	-	5,845	5,845
Creditors	(504)	(496)	(1,000)
	<hr/>	<hr/>	<hr/>
Net assets at 31 August 2019	(483)	21,040	20,557
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

10. Analysis of net assets between funds 2018

	Unrestricted funds	Restricted funds	Total 2017
	£	£	£
Cash at bank and in hand	5,823	43,930	49,753
Creditors	(6,327)	(20,690)	(27,017)
	<hr/>	<hr/>	<hr/>
Net assets at 31 August 2018	(504)	23,240	22,736
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

11. The liability of the guarantors

The charitable company is structured as a company limited by guarantee, not having share capital. Every member undertakes to contribute an amount not exceeding £10 to the assets of the company in the event of the company being wound up during the period of membership, or within one year thereafter.

12. Control

The charitable company is managed and controlled by its board of trustees. There is no ultimate controlling party.

13. Related party transactions

The charitable company is closely related to The Elliot Foundation Academies Trust, a company incorporated in the United Kingdom on 22 June 2012 under company registration number 08116706. The Elliot Foundation Academies Trust operates from the same premises as the company and has a number of directors in common with the company.

During the period ended 31 August 2019, the company acted as agent for The Elliot Foundation Academies Trust in respect of the collection of income and the payment of suppliers. At the balance sheet date, £0 (2018: £22,817) was owed to The Elliot Foundation Academies Trust.