

COMPANY REGISTRATION NUMBER: 07245570

CHARITY REGISTRATION NUMBER: 1144814

**Forces in the Community Ltd
Company Limited by Guarantee
Unaudited Financial Statements
For the year ended
31 August 2019**

Forces in the Community Ltd

Company Limited by Guarantee

Financial Statements

Year ended 31 August 2019

	Page
Trustees' annual report (incorporating the director's report)	1
Independent examiner's report to the trustees	3
Statement of financial activities (including income and expenditure account)	4
Statement of financial position	5
Notes to the financial statements	7

Forces in the Community Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 August 2019

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 August 2019.

Reference and administrative details

Registered charity name Forces in the Community Ltd

Charity registration number 1144814

Company registration number 07245570

Principal office and registered office 2 Cross Street
Beeston
Nottingham
NG9 2NX

The trustees

Mr R Harrington	(Resigned 17 December 2018)
Mr M I'Anson	(Appointed 4 March 2016)
Mrs T E Harvey	(Appointed 11 February 2019)

Independent examiner Swandec Chartered Accountants
550 Valley Road
Basford
Nottingham
NG5 1JJ

Structure, governance and management

The organisation is a charitable company limited by guarantee, incorporated on 6 May 2010 and registered as a charity on 28 November 2011. The company was established under a memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1 per member.

Objectives and activities

Objectives

The company's objectives are the relief of unemployment and financial hardship and the advancement of education and training for the benefit of those who are serving or have served in the Armed Forces.

Activities

The charity hosted several seminars during the reporting year.

Forces in the Community Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 August 2019

Achievements and performance

Being an integral part of the local community is central to Forces in the Community's identity.

We provide immediate help to those in need but also support people in addressing the underlying cause. Working with organisations within Nottinghamshire and Derbyshire enhance the services and support offered to clients, but also increase the likelihood of success.

During the past year we:

Have delivered 33 mental health courses to the local community and national organisations.

Have increased our support to veterans who are experiencing mental health difficulties.

Continue to experience engagement with an average of 28 clients per week.

Financial review

The company's incoming funds were entirely unrestricted during the year and have been used both to generate further funds and to cover the costs of running the charity.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on and signed on behalf of the board of trustees by:

Mrs T E Harvey
Trustee

Forces in the Community Ltd

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Forces in the Community Ltd

Year ended 31 August 2019

I report to the trustees on my examination of the financial statements of Forces in the Community Ltd ('the charity') for the year ended 31 August 2019.

Responsibilities and basis of report

The trustees (Who are also the directors of the company for the purposes of company law) are responsible for the preparation of the financial statements. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination has been requested by the Trustees. I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales (ICAEW).

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Swandec Chartered Accountants
Independent Examiner

550 Valley Road
Basford
Nottingham
NG5 1JJ

Forces in the Community Ltd

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 August 2019

		2019		2018
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	5	11,581	11,581	1,465
Charitable activities	6	32,696	32,696	36,050
Investment income	7	4	4	5
Total income		<u>44,281</u>	<u>44,281</u>	<u>37,520</u>
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	8	633	633	55
Expenditure on charitable activities	9	56,269	56,269	73,121
Total expenditure		<u>56,902</u>	<u>56,902</u>	<u>73,176</u>
Net expenditure and net movement in funds		<u>(12,621)</u>	<u>(12,621)</u>	<u>(35,656)</u>
Reconciliation of funds				
Total funds brought forward		13,916	13,916	49,572
Total funds carried forward		<u>1,295</u>	<u>1,295</u>	<u>13,916</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 7 to 15 form part of these financial statements.

Forces in the Community Ltd

Company Limited by Guarantee

Statement of Financial Position

31 August 2019

	Note	2019 £	2018 £
Fixed assets			
Intangible assets	14	—	300
Tangible fixed assets	15	604	1,779
		604	2,079
Current assets			
Debtors	16	2,500	3,173
Cash at bank and in hand		10,132	13,162
		12,632	16,335
Creditors: amounts falling due within one year	17	9,608	4,498
Net current assets		3,024	11,837
Total assets less current liabilities		3,628	13,916
Creditors: amounts falling due after more than one year	18	2,333	—
Net assets		1,295	13,916
Funds of the charity			
Unrestricted funds		1,295	13,916
Total charity funds	22	1,295	13,916

For the year ending 31 August 2019 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The statement of financial position
continues on the following page.

The notes on pages 7 to 15 form part of these financial statements.

Forces in the Community Ltd

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 August 2019

These financial statements were approved by the board of trustees and authorised for issue on, and are signed on behalf of the board by:

Mrs T E Harvey
Trustee

The notes on pages 7 to 15 form part of these financial statements.

Forces in the Community Ltd

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2019

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2 Cross Street, Beeston, Nottingham, NG9 2NX.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Forces in the Community Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Forces in the Community Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

3. Accounting policies *(continued)*

Intangible assets

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses. Any intangible assets carried at revalued amounts, are recorded at the fair value at the date of revaluation, as determined by reference to an active market, less any subsequent accumulated amortisation and subsequent accumulated impairment losses.

Intangible assets acquired as part of a business combination are recorded at the fair value at the acquisition date.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Website - 25% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings - 25% straight line
Equipment - 25% straight line

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Forces in the Community Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

3. Accounting policies *(continued)*

Government grants *(continued)*

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Short term debtors and creditors with no stated interest rate are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account.

4. Limited by guarantee

The company is limited by guarantee and has no issued share capital. In the event of the company being wound up every member undertakes to contribute to the assets of the company such sums as may be required not exceeding £1.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Donations				
Donations	9,248	9,248	1,465	1,465
Grants				
Grants receivable	2,333	2,333	—	—
	<u>11,581</u>	<u>11,581</u>	<u>1,465</u>	<u>1,465</u>

6. Charitable activities

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Sale of goods/services as part of direct charitable activities	<u>32,696</u>	<u>32,696</u>	<u>36,050</u>	<u>36,050</u>

Forces in the Community Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

7. Investment income

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Bank interest receivable	<u>4</u>	<u>4</u>	<u>5</u>	<u>5</u>

8. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Costs of raising donations and legacies				
- Donations	54	54	55	55
Costs of raising donations and legacies				
- Room hire	<u>579</u>	<u>579</u>	<u>—</u>	<u>—</u>
	<u>633</u>	<u>633</u>	<u>55</u>	<u>55</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2019 £	Total fund 2018 £
Staff training	5,667	—	5,667	12,987
Governance costs	<u>—</u>	<u>50,602</u>	<u>50,602</u>	<u>60,134</u>
	<u>5,667</u>	<u>50,602</u>	<u>56,269</u>	<u>73,121</u>

10. Net expenditure

Net expenditure is stated after charging/(crediting):

	2019 £	2018 £
Amortisation of intangible assets	300	300
Depreciation of tangible fixed assets	<u>1,175</u>	<u>1,174</u>

11. Independent examination fees

	2019 £	2018 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	<u>1,200</u>	<u>1,200</u>

Forces in the Community Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

12. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2019	2018
	£	£
Wages and salaries	31,852	36,598
Social security costs	—	619
Employer contributions to pension plans	(446)	446
Other employee benefits	210	214
	<u>31,616</u>	<u>37,877</u>

The average head count of employees during the year was 2 (2018: 3). The average number of full-time equivalent employees during the year is analysed as follows:

	2019	2018
	No.	No.
Number of staff	<u>2</u>	<u>3</u>

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

13. Trustee remuneration and expenses

While a trustee, Mr R Harrington received a gross salary of £8,000 (2018: £23,417). All other trustees received no salary during the year.

14. Intangible assets

	Development costs
	£
Cost	
At 1 September 2018 and 31 August 2019	<u>6,700</u>
Amortisation	
At 1 September 2018	6,400
Charge for the year	<u>300</u>
At 31 August 2019	<u>6,700</u>
Carrying amount	
At 31 August 2019	<u>—</u>
At 31 August 2018	<u>300</u>

Forces in the Community Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

15. Tangible fixed assets

	Fixtures and fittings £	Equipment £	Total £
Cost			
At 1 September 2018 and 31 August 2019	<u>6,120</u>	<u>2,438</u>	<u>8,558</u>
Depreciation			
At 1 September 2018	5,022	1,757	6,779
Charge for the year	<u>565</u>	<u>610</u>	<u>1,175</u>
At 31 August 2019	<u>5,587</u>	<u>2,367</u>	<u>7,954</u>
Carrying amount			
At 31 August 2019	<u>533</u>	<u>71</u>	<u>604</u>
At 31 August 2018	<u>1,098</u>	<u>681</u>	<u>1,779</u>

16. Debtors

	2019 £	2018 £
Prepayments and accrued income	2,500	2,500
Other debtors	<u>—</u>	<u>673</u>
	<u>2,500</u>	<u>3,173</u>

17. Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	3,001	—
Accruals and deferred income	3,547	1,214
Social security and other taxes	879	609
Other creditors	<u>2,181</u>	<u>2,675</u>
	<u>9,608</u>	<u>4,498</u>

18. Creditors: amounts falling due after more than one year

	2019 £	2018 £
Accruals and deferred income	<u>2,333</u>	<u>—</u>

19. Deferred income

	2019 £	2018 £
Amount deferred in year	<u>4,666</u>	<u>—</u>

Forces in the Community Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

20. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £(446) (2018: £446).

21. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2019 £	2018 £
Recognised in creditors:		
Deferred government grants due within one year	2,333	—
Deferred government grants due after more than one year	2,333	—
	<u>4,666</u>	<u>—</u>

22. Analysis of charitable funds

Unrestricted funds

	At 1 September 2018 £	Income £	Expenditure £	At 31 August 20 19 £
General funds	<u>13,916</u>	<u>44,281</u>	<u>(56,902)</u>	<u>1,295</u>

	At 1 September 2017 £	Income £	Expenditure £	At 31 August 20 18 £
General funds	<u>49,572</u>	<u>37,520</u>	<u>(73,176)</u>	<u>13,916</u>

Forces in the Community Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

23. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2019 £
Intangible assets	—	—
Tangible fixed assets	604	604
Current assets	12,632	12,632
Creditors less than 1 year	(9,608)	(9,608)
Creditors greater than 1 year	(2,333)	(2,333)
Net assets	<u>1,295</u>	<u>1,295</u>

	Unrestricted Funds £	Total Funds 2018 £
Intangible assets	300	300
Tangible fixed assets	1,779	1,779
Current assets	16,335	16,335
Creditors less than 1 year	(4,052)	(4,052)
Creditors greater than 1 year	—	—
Net assets	<u>14,362</u>	<u>14,362</u>