



**CHARITY COMMISSION**  
FOR ENGLAND AND WALES

## **Trustees' Annual Report for the period**

**September 2018 - August 2019**

**Charity name: Reality Youth Project**

**Charity registration number: 1111763**

### **Objectives and Activities**

	SORP reference	
Summary of the purposes of the charity as set out in its governing document	Para 1.17	<p>The advancement of the Christian faith among children and young people in the UK by such exclusively charitable means as the trustees shall from time to time determine.</p> <p>To help educate children and young people through their leisure time activities so as to develop their physical, mental and spiritual capacities so that they may grow to full maturity as individuals and members of society.</p>
Summary of the main activities in relation to those purposes for the public benefit, in particular, the activities, projects or services identified in the accounts.	Para 1.17 and 1.19	<p>Reaching out with the Good News of Jesus to young people across the UK.</p> <p>Working in partnership with local churches, school and communities, to make a positive difference in the lives of young people.</p>
Statement confirming whether the trustees have had regard to the guidance issued by the Charity Commission on public benefit	Para 1.18	<p>The trustees have had regard to the Charity Commission's guidance on public benefit.</p>

### **Additional information (optional)**

You may choose to include further statements where relevant about:

	SORP reference	
Policy on grant making	Para 1.38	

Policy on social investment including program related investment	Para 1.38	
Contribution made by volunteers	Para 1.38	A considerable contribution is made by local volunteers to Reality Youth Project.
Other		

## Achievements and Performance

	SORP reference	
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<p>Summary of the main achievements of the charity, identifying the difference the charity's work has made to the circumstances of its beneficiaries and any wider benefits to society as a whole.</p>	<p>Para 1.20</p>	<p><b>September – December 2018</b></p> <ul style="list-style-type: none"> <li>• Our Autumn event, The WKND, was a great success. We hosted more young people than ever before and our freer program was enjoyed by all.</li> <li>• The Reality bus welcomed Luise from Germany as our intern for the year, provided by Time for God. We had hoped for a second intern in order that our staffing would remain efficient. However, after some initial interest this didn't work out. Therefore, we have started to rely more on volunteers and sessional workers to safely run our sessions.</li> <li>• The Trustees asked Matt and myself to prepare a proposal for the future of Reality Youth Project. Our predicted finances followed a steady decline. The future plan showed a move away from church based youth workers, to a greater focus on the Reality bus and our national work.</li> <li>• The charity applied for many grants and financial bids totalling around £30,000. This was in an attempt to progress into the following year.</li> </ul> <p><b>January – March 2019</b></p> <ul style="list-style-type: none"> <li>• Our annual prayer day was attended by fewer people than previous years. However, it still remained a valuable time for our staff to group together and reflect on how Reality may be changing going forward.</li> <li>• At our trustees meeting Rob Foster stood down as a trustee. As a long serving member he felt that the time had come for him to leave Reality.</li> <li>• After a stream of failed funding bids the decision was made in March to cease the work of Reality Youth Project in Leicestershire. The projected budget saw us running out of reserves in July. Therefore, staff were given their redundancy notices and relevant partners were informed of the situation.</li> </ul> <p><b>April – June 2019</b></p> <ul style="list-style-type: none"> <li>• For our fundraiser this year we held a charity fashion show. The money that we raised for this event were intended for the purpose of retaining some</li> </ul>
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		<p>reserves beyond July. Our target was £500 and we managed to raise £300 at the event.</p> <ul style="list-style-type: none"> <li>• Richard Hames choose to step down from our board of trustees. His position was as a representative for the Reality Bus. With this ministry coming to a close he felt that his input would no longer be beneficial.</li> <li>• Reality Youth Project held a Team Gathering with all of our workers. This time was critical to ensure that the staff left employment feeling supported and prepared for their next employment.</li> <li>• We also booked a team breakfast in June as a way of celebrated what Reality has meant to us all over our time with the charity. It was a time of importance as stories were shared.</li> <li>• At the end of June, we left our office space at St Martin's House. Due to finances we were unable to continue there. They were very gracious and wavered our fee for ending the contract early.</li> </ul> <p><b>July – August 2019</b></p> <ul style="list-style-type: none"> <li>• All but one of our staff were made redundant during this period. There was great sadness, yet a sense of things still to come as we look into opportunities that were arising nationally.</li> <li>• Reality Youth Project hosted more than 100 of our supporters and partners for a celebration evening. This evening included stories from long standing staff and a hot meal. It was a great success and people left feeling emotional yet grateful for what Reality had done over the last 14 years.</li> <li>• Work has begun for the following year of our national project. We have confirmed enough work to secure work for an additional year. However, there is no guarantee of this work continuing in the future.</li> </ul>
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**Additional information (optional)**

You may choose to include further statements where relevant about:

Achievements against objectives set	Para 1.41	
Performance of fundraising activities against objectives set	Para 1.41	We set ourselves a target of £20,000 for our fundraising this year. However, we managed £1,000 leaving a shortfall of £19,000.
Investment performance against objectives	Para 1.41	
Other		

## Financial Review

Review of the charity's financial position at the end of the period	Para 1.21	Due to a large deficit all but one of our staff were made redundant. This is in order that the charity can continue some of its work.
Statement explaining the policy for holding reserves stating why they are held	Para 1.22	Reserves are held to support various areas of the charity if ever they came under financial crisis. Reserve money can only be spent with agreement by the Board of Trustees.
Amount of reserves held	Para 1.22	
Reasons for holding zero reserves	Para 1.22	
Details of fund materially in deficit	Para 1.24	
Explanation of any uncertainties about the charity continuing as a going concern	Para 1.23	Financial support has been very minimal over this last year. This means that our remaining staff have guaranteed employment for the next year. However, beyond that is currently unknown.

### Additional information (optional)

You may choose to include further statements where relevant about:

The charity's principal sources of funds (including any fundraising)	Para 1.47	The charity's principal source of funds comes from giving by local Churches and individuals. Other sources of funding include national and local grant awarding bodies.
Investment policy and objectives including any social investment policy adopted	Para 1.46	
A description of the principal risks facing the charity	Para 1.46	As common to many charities we rely on grant income and donations which can be uncertain and cannot always be budgeted beyond the short term. We manage this risk by having a good relationship with our donors, making grant applications ahead of time and keeping money in reserves to make up any shortfall.
Other		



## Structure, Governance and Management

Description of charity's trusts:		
Type of governing document (trust deed, royal charter)	Para 1.25	Declaration of Trust
How is the charity constituted? (e.g unincorporated association, CIO)	Para 1.25	Charitable Trust
Trustee selection methods including details of any constitutional provisions e.g. election to post or name of any person or body entitled to appoint one or more trustees	Para 1.25	Appointed by existing trustees

### Additional information (optional)

You may choose to include further statements where relevant about:

Policies and procedures adopted for the induction and training of trustees	Para 1.51	New Trustees meet with the National Director prior to the first meeting to talk through roles and responsibilities and to answer any questions.
The charity's organisational structure and any wider network with which the charity works	Para 1.51	The National Director is line managed by the Chair of Trustees and accountable to the full board of Trustees.
Relationship with any related parties	Para 1.51	We have close links with some schools and church diocese in which we deliver our training and projects.
Other		

## Reference and Administrative details

Charity name	Reality Youth Project
Other name the charity uses	



Registered charity number	1111763
Charity's principal address	81 Scalborough Close Countesthorpe Leicestershire LE8 5XH

### Names of the charity trustees who manage the charity

	Trustee name	Office (if any)	Dates acted if not for whole year	Name of person (or body) entitled to appoint trustee (if any)
1	David Cundill	Chair		
2	Mark Jarvis	Vice Chair		
3	Rob Foster	Secretary	Until June 2019	
4	Jonathon Ball	Treasurer		
5	Alison Dale	Secretary	From July 2019	
6	Richard Hames		Until June 2019	
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				

### Corporate trustees – names of the directors at the date the report was approved

Director name		



## Funds held as custodian trustees on behalf of others

Description of the assets held in this capacity	
Name and objects of the charity on whose behalf the assets are held and how this falls within the custodian charity's objects	
Details of arrangements for safe custody and segregation of such assets from the charity's own assets	

## Additional information (optional)

### Names and addresses of advisers (Optional information)

Type of adviser	Name	Address
Safeguarding	Thirty One Eight (Formerly) CCPAS	PO Box 133, Swanley, Kent, BR8 7UQ

### Name of chief executive or names of senior staff members (Optional information)

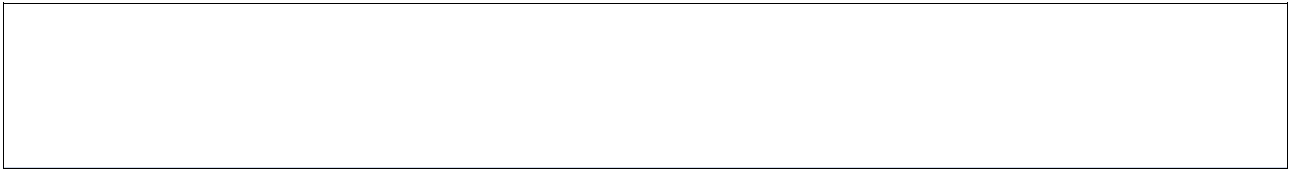
Matthew James Brown
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## Exemptions from disclosure

Reason for non-disclosure of key personnel details

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## Other optional information



## Declarations

The trustees declare that they have approved the trustees' report above.

Signed on behalf of the charity's trustees

Signature(s)

	
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Full name(s)

Rev. David James Cundill

Mark Jarvis MCMi

Position (eg  
Secretary, Chair, etc)

Chair

Vice Chair

Date

11<sup>th</sup> May 2020



CHARITY COMMISSION  
FOR ENGLAND AND WALES

<b>REALITY YOUTH PROJECT</b>			Charity No (if any)	<b>1111763</b>
Annual accounts for the period				
Period start date	<b>01/09/2018</b>	To	Period end date	<b>31/08/2019</b>

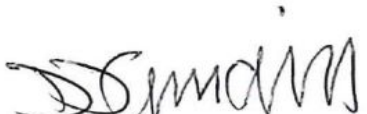
## Section A Statement of financial activities

Recommended categories by activity	Unrestricted funds £ F01	Restricted income funds £ F02	Endowment funds £ F03	Total Funds £ F04	Prior year funds £ F05
<b>Incoming resources (Note 3)</b>					
<b>Income and endowments from:</b>					
Donations and legacies	S01 109,579	-	-	109,579	167,063
Charitable activities	S02 38,040	-	-	38,040	32,298
Other trading activities	S03 -	-	-	-	-
Investments	S04 120	-	-	120	108
Separate material item of income	S05 -	-	-	-	-
Other	S06 -	-	-	-	-
<b>Total</b>	S07 147,739	-	-	147,739	199,469
<b>Resources expended (Note 6)</b>					
<b>Expenditure on:</b>					
Raising funds	S08 142	-	-	142	781
Charitable activities	S09 172,865	-	-	172,865	216,620
Separate material item of expense	S10 -	-	-	-	-
Other	S11 15,997	-	-	15,997	-
<b>Total</b>	S12 189,004	-	-	189,004	217,401
<b>Net income/(expenditure) before investment gains/(losses)</b>	S13 - 41,265	-	-	- 41,265	- 17,932
Net gains/(losses) on investments	S14 -	-	-	-	-
<b>Net income/(expenditure)</b>	S15 - 41,265	-	-	- 41,265	- 17,932
<b>Extraordinary items</b>	S16 -	-	-	-	-
<b>Transfers between funds</b>	S17 -	-	-	-	-
<b>Other recognised gains/(losses):</b>					
Gains and losses on revaluation of fixed assets for the charity's own use	S18 -	-	-	-	-
Other gains/(losses)	S19 -	-	-	-	-
<b>Net movement in funds</b>	S20 - 41,265	-	-	- 41,265	- 17,932
<b>Reconciliation of funds:</b>					
Total funds brought forward	S21 45,756	-	-	45,756	63,688
<b>Total funds carried forward</b>	S22 4,491	-	-	4,491	45,756

## Section B Balance sheet

	Guidance Notes					
		Unrestricted funds	Restricted income funds	Endowment funds	Total this year	Total last year
		£ F01	£ F02	£ F03	£ F04	£ F05
<b>Fixed assets</b>						
Intangible assets (Note 15)	B01	-	-	-	-	-
Tangible assets (Note 14)	B02	423	-	-	423	10,681
Heritage assets (Note 16)	B03	-	-	-	-	-
Investments (Note 17)	B04	-	-	-	-	-
<b>Total fixed assets</b>	B05	423	-	-	423	10,681
<b>Current assets</b>						
Stocks (Note 18)	B06	-	-	-	-	-
Debtors (Note 19)	B07	4,065	-	-	4,065	5,508
Investments (Note 17.4)	B08	-	-	-	-	-
Cash at bank and in hand (Note 24)	B09	2,148	-	-	2,148	36,968
<b>Total current assets</b>	B10	6,213	-	-	6,213	42,476
<b>Creditors: amounts falling due within one year</b> (Note 20)	B11	2,145	-	-	2,145	7,401
<b>Net current assets/(liabilities)</b>	B12	4,068	-	-	4,068	35,075
<b>Total assets less current liabilities</b>	B13	4,491	-	-	4,491	45,756
<b>Creditors: amounts falling due after one year</b> (Note 20)	B14	-	-	-	-	-
<b>Provisions for liabilities</b>	B15	-	-	-	-	-
<b>Total net assets or liabilities</b>	B16	4,491	-	-	4,491	45,756
<b>Funds of the Charity</b>						
Endowment funds (Note 27)	B17	-			-	-
Restricted income funds (Note 27)	B18		-		-	-
Unrestricted funds	B19	4,491		-	4,491	45,756
Revaluation reserve	B20				-	
<b>Total funds</b>	B21	4,491	-	-	4,491	45,756

Signed by one or two trustees on behalf of all the trustees

Signature	Print Name	Date of approval dd/mm/yyyy
	Revd. David Cundill	11/05/2020



**Section C****Notes to the accounts****Note 1 Basis of preparation**

***This section should be completed by all charities.***

**1.1 Basis of accounting**

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The accounts have been prepared in accordance with:

- and with\* 

✓
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 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 with\* 

✓
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 the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102)
- and with the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102.\*

\* -Tick as appropriate

**1.2 Going concern**

***If there are material uncertainties related to events or conditions that cast significant doubt on the charity's ability to continue as a going concern, please provide the following details or state "Not applicable", if appropriate:***

An explanation as to those factors that support the conclusion that the charity is a going concern;

*The charity experienced significant financial challenges during the year, but is continuing as a going concern on a smaller scale, and is expecting to make a surplus in the year to August 2020.*

Disclosure of any uncertainties that make the going concern assumption doubtful;

N/A

Where accounts are not prepared on a going concern basis, please disclose this fact together with the basis on which the trustees prepared the accounts and the reason why the charity is not regarded as a going concern.

N/A

**1.3 Change of accounting policy**

The accounts present a true and fair view and the accounting policies adopted are those outlined in note 2.

Yes\*

✓

\* -Tick as appropriate

No\*

***Please disclose:***

<b><i>(i) the nature of the change in accounting policy;</i></b>	
<b><i>(ii) the reasons why applying the new accounting</i></b>	
<b><i>(iii) the amount of the adjustment for each line</i></b>	

**1.4 Changes to accounting estimates**

No changes to accounting estimates have occurred in the reporting period (3.46 FRS 102 SORP).

Yes\*

✓

\* -Tick as appropriate

No\*

***Please disclose:***

<b><i>(i) the nature of any changes;</i></b>	
<b><i>(ii) the effect of the change on income and expense</i></b>	
<b><i>(iii) where practicable, the effect of the change in</i></b>	

**1.5 Material prior year errors**

No material prior year errors have been identified in the reporting period (3.47 FRS 102 SORP).

Yes\*

✓
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No\*

✓
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\* -Tick as appropriate

***Please disclose:***

<b><i>(i) the nature of the prior period error;</i></b>	
<b><i>(ii) for each prior period presented in the accounts, the amount of the correction for each account line item affected; and</i></b>	
<b><i>(iii) the amount of the correction at the beginning of the earliest prior period presented in the accounts.</i></b>	

**Note 2 Accounting policies**

Please complete this note when first reporting under FRS2102. Section 35 of FRS102, requires 3 reconciliations to be presented, if all are applicable.

**2.1 RECONCILIATION WITH PREVIOUS GENERALLY ACCEPTED ACCOUNTING PRACTICE**

Please provide a description of the nature of each change in accounting policy

N/A

**Reconciliation of funds per previous GAAP to funds determined under FRS 102**

	Start of period £	End of period £
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Fund balances as  
previously stated

Adjustments:

Fund balance as  
restated

**Reconciliation of net income/(net expenditure) per previous GAAP to net income/(net expenditure) under FRS 102**

	End of period £
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Net income/(expenditure) as  
previously stated

Adjustments:

Previous period net

## Note 2

## Accounting policies

## 2.2 INCOME

*This standard list of accounting policies has been applied by the charity except for those ticked "No" or "N/a". Where a different or additional policy has been adopted then this is detailed in the box below.*

**Recognition of income** These are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- it is more likely than not that the trustees will receive the resources; and
- the monetary value can be measured with sufficient reliability.

Yes No N/a

✓	✓	✓
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**Offsetting**

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

Yes No N/a

✓	✓	✓
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Yes No N/a

✓	✓	✓
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**Grants and donations**

Grants and donations are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP).

In the case of performance related grants, income must only be recognised to the extent that the charity has provided the specified goods or services as entitlement to the grant only occurs when the performance related conditions are met (5.16 FRS 102 SORP).

**Legacies**

Legacies are included in the SOFA when receipt is probable, that is, when there has been grant of probate, the executors have established that there are sufficient assets in the estate and any conditions attached to the legacy are either within the control of the charity or have been met.

Yes No N/a

✓	✓	✓
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**Government grants**

The charity has received government grants in the reporting period

Yes No N/a

✓	✓	✓
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Yes No N/a

✓	✓	✓
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**Tax reclaims on donations and gifts**

Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.

Yes No N/a

✓	✓	✓
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**Contractual income and performance related grants**

This is only included in the SoFA once the charity has provided the related goods or services or met the performance related conditions.

Yes No N/a

✓	✓	✓
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**Donated goods**

Donated goods are measured at fair value (the amount for which the asset could be exchanged) unless impractical to do so.

Yes No N/a

✓	✓	✓
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The cost of any stock of goods donated for distribution to beneficiaries is deemed to be the fair value of those gifts at the time of their receipt and they are recognised on receipt. In the reporting period in which the stocks are distributed, they are recognised as an expense at the carrying amount of the stocks at distribution.

Yes No N/a

✓	✓	✓
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	<p>Donated goods for resale are measured at fair value on initial recognition, which is the expected proceeds from sale less the expected costs of sale, and recognised in 'Income from other trading activities' with the corresponding stock recognised in the balance sheet. On its sale the value of stock is charged against 'Income from other trading activities' and the proceeds from sale are also recognised as 'Income from other trading activities'.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
	<p>Goods donated for on-going use by the charity are recognised as tangible fixed assets and included in the SoFA as incoming resources when receivable.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
	<p>Gifts in kind for use by the charity are included in the SoFA as income from donations when receivable.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
<b>Donated services and facilities</b>	<p>Donated services and facilities are included in the SOFA when received at the value of the gift to the charity provided the value of the gift can be measured reliably.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
	<p>Donated services and facilities that are consumed immediately are recognised as income with an equivalent amount recognised as an expense under the appropriate heading in the SOFA.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
<b>Support costs</b>	<p>The charity has incurred expenditure on support costs.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
<b>Volunteer help</b>	<p>The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
<b>Income from interest, royalties and dividends</b>	<p>This is included in the accounts when receipt is probable and the amount receivable can be measured reliably.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
<b>Income from membership subscriptions</b>	<p>Membership subscriptions received in the nature of a gift are recognised in Donations and Legacies.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
	<p>Membership subscriptions which gives a member the right to buy services or other benefits are recognised as income earned from the provision of goods and services as income from charitable activities.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
<b>Settlement of insurance claims</b>	<p>Insurance claims are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP) and are included as an item of other income in the SoFA.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
<b>Investment gains and losses</b>	<p>This includes any realised or unrealised gains or losses on the sale of investments and any gain or loss resulting from revaluing investments to market value at the end of the year.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
<b>2.3 EXPENDITURE AND LIABILITIES</b>				
<b>Liability recognition</b>	<p>Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>
<b>Governance and support costs</b>	<p>Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.</p>	<p>Yes</p> <p><input checked="" type="checkbox"/></p>	<p>No</p> <p><input checked="" type="checkbox"/></p>	<p>N/a</p> <p><input checked="" type="checkbox"/></p>

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, eg allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

#### Grants with performance conditions

Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SoFA once the recipient of the grant has provided the specified service or output.

#### Grants payable without performance conditions

Where there are no conditions attaching to the grant that enables the donor charity to realistically avoid the commitment, a liability for the full funding obligation must be recognised.

#### Redundancy costs

The charity made redundancy payments during the reporting period. The accounting policy is as described in the note N11.

#### Deferred income

No material item of deferred income has been included in the accounts.

#### Creditors

The charity has creditors which are measured at settlement amounts less any trade discounts

#### Provisions for liabilities

A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date

#### Basic financial instruments

The charity accounts for basic financial instruments on initial recognition as per paragraph 10.7 FRS102 SORP. Subsequent measurement is as per paragraphs 11.17 to 11.19, FRS102 SORP.

## 2.4

### ASSETS

#### Tangible fixed assets for use by charity

These are capitalised if they can be used for more than one year, and cost at least

£100

They are valued at cost.

The depreciation rates and methods used are disclosed in note 9.2.

#### Intangible fixed assets

The charity has intangible fixed assets, that is, non-monetary assets that do not have physical substance but are identifiable and are controlled by the charity through custody or legal rights. The amortisation rates and methods used are disclosed

They are valued at cost.

#### Heritage assets

The charity has heritage assets, that is, non-monetary assets with historic, artistic, scientific, technological, geophysical or environmental qualities that are held and maintained principally for their contribution to knowledge and culture. The depreciation rates and methods used as disclosed in note 9.6.1.4

#### Investments

They are valued at cost.

Fixed asset investments in quoted shares, traded bonds and similar investments are valued at initially at cost and subsequently at fair value (their market value) at the year end. The same treatment is applied to unlisted investments unless fair value cannot be measured reliably in which case it is measured at cost less impairment.

Investments held for resale or pending their sale and cash and cash equivalents with a maturity date of less than 1 year are treated as current asset investments

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

Yes	No	N/a
<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

<b>Stocks and work in progress</b>	Stocks held for sale as part of non-charitable trade are measured at the lower or cost or net realisable value.	Yes	No	N/a
		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
	Goods or services provided as part of a charitable activity are measured at net realisable value based on the service potential provided by items of stock.	Yes	No	N/a
		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
	Work in progress is valued at cost less any foreseeable loss that is likely to occur on the contract.	Yes	No	N/a
		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<b>Debtors</b>	Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.	Yes	No	N/a
		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<b>Current asset investments</b>	The charity has investments which it holds for resale or pending their sale and cash and cash equivalents with a maturity date less than one year. These include cash on deposit and cash equivalents with a maturity date of less than one year held for investment purposes rather than to meet short term cash commitments as they fall due.	Yes	No	N/a
		<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
	They are valued at fair value except where they qualify as basic financial instruments.	Yes	No	N/a
		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

**POLICIES  
ADOPTED  
ADDITIONAL  
TO OR  
DIFFERENT  
FROM THOSE  
ABOVE**

Note 3

Analysis of income

		Unrestricted funds	Restricted income funds	Endowment funds	Total funds £	Prior year £
	Analysis					
Donations and legacies:	Donations and gifts (inc. Youth Team church contributions)	92,430	-	-	92,430	139,666
	Gift Aid	6,517	-	-	6,517	7,166
	Legacies	-	-	-	-	-
	General grants provided by government/other charities	9,420	-	-	9,420	20,231
	Membership subscriptions and sponsorships which are in substance donations	-	-	-	-	-
	Donated goods, facilities and services	-	-	-	-	-
	Fundraising events	1,212	-	-	1,212	-
	<b>Total</b>	109,579	-	-	109,579	167,063
Charitable activities:	Events and training	1,339	-	-	1,339	2,691
	Abundant Life' schools courses	2,150	-	-	2,150	4,900
	Reality Bus	28,845	-	-	28,845	23,045
	Authentic Discipleship' training	-	-	-	-	375
	Reality UK	4,843	-	-	4,843	1,125
	Other	863	-	-	863	162
	<b>Total</b>	38,040	-	-	38,040	32,298
Other trading activities:		-	-	-	-	-
		-	-	-	-	-
		-	-	-	-	-
	Other	-	-	-	-	-
	<b>Total</b>	-	-	-	-	-
Income from investments:	Interest income	120	-	-	120	108
	Dividend income	-	-	-	-	-
	Rental and leasing income	-	-	-	-	-
	Other	-	-	-	-	-
	<b>Total</b>	120	-	-	120	108
Separate material item of income:		-	-	-	-	-
		-	-	-	-	-
		-	-	-	-	-
		-	-	-	-	-
	<b>Total</b>	-	-	-	-	-
Other:	Conversion of endowment funds into income	-	-	-	-	-
	Gain on disposal of a tangible fixed asset held for charity's own use	-	-	-	-	-
	Gain on disposal of a programme related investment	-	-	-	-	-
	Royalties from the exploitation of intellectual property rights	-	-	-	-	-
	Other	-	-	-	-	-
	<b>Total</b>	-	-	-	-	-
<b>TOTAL INCOME</b>		147,739	-	-	147,739	199,469

Other information:

All income in the prior year was unrestricted except for: (please provide description and amounts)

Where any endowment fund is converted into income in the reporting period, please give the reason for the conversion.

Within the income items above the following items are material: (please disclose the nature, amount and any prior year amounts)



## Note 6

## Analysis of expenditure

	Unrestricted funds	Restricted income funds	Endowment funds	Total funds £	Prior year £
<b>Analysis</b>					
<b>Expenditure on raising funds:</b>					
Incurred seeking donations	-	-	-	-	-
Incurred seeking legacies	-	-	-	-	-
Incurred seeking grants				-	
Operating membership schemes and social lotteries				-	
Staging fundraising events	142			142	781
Fundraising agents				-	
Operating charity shops				-	
Operating a trading company undertaking non-charitable trading activity				-	
Advertising, marketing, direct mail and publicity	-	-	-	-	-
Start up costs incurred in generating new source of future income	-	-	-	-	-
Database development costs	-	-	-	-	-
Other trading activities				-	
Investment management costs:	-	-	-	-	
Portfolio management costs	-	-	-	-	-
Cost of obtaining investment advice	-	-	-	-	-
Investment administration costs	-	-	-	-	-
Intellectual property licencing costs	-	-	-	-	-
Rent collection, property repairs and maintenance charges	-	-	-	-	-
	-	-	-	-	-
<b>Total expenditure on raising funds</b>	<b>142</b>	<b>-</b>	<b>-</b>	<b>142</b>	<b>781</b>
<b>Expenditure on charitable activities</b>					
Youth Worker salaries, NI and pension contributions	142,859	-	-	142,859	171,767
Events expenses and training	824			824	1,382
Abundant Life' expenses	838			838	2,581
Authentic Discipleship' expenses	-	-	-	-	499
Bus expenses	10,413	-	-	10,413	18,135
Reality UK expenses	3,755			3,755	2,001
Youth Team expenses	1,615			1,615	4,973
Office and admin (inc. admin salary and office closure expenses)	12,561	-	-	12,561	15,282
<b>Total expenditure on charitable activities</b>	<b>172,865</b>	<b>-</b>	<b>-</b>	<b>172,865</b>	<b>216,620</b>
<b>Separate material item of expense</b>					
		-	-	-	-
		-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other</b>					

Redundancy payments	8,188	-	-	8,188	-
Loss on disposal of fixed assets	7,809	-	-	7,809	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
<b>Total other expenditure</b>	<b>15,997</b>	<b>-</b>	<b>-</b>	<b>15,997</b>	<b>-</b>

<b>TOTAL EXPENDITURE</b>	<b>189,004</b>	<b>-</b>	<b>-</b>	<b>189,004</b>	<b>217,401</b>
--------------------------	----------------	----------	----------	----------------	----------------

**Other information:**

**Analysis of expenditure on charitable activities**

Activity or programme	Activities undertaken directly	Grant funding of activities	Support Costs	Total this year	Total prior year
	£	£	£	£	£
Activity 1					
Activity 2					
Other					
<b>Total</b>					

Prior year expenditure on charitable activities can be analysed as follows:

Within the expenditure items above the following items are material: (please disclose the nature, amount and any prior year amounts)

## Note 11

## Paid employees

Please complete this note if the charity has any employees.

## 11.1 Staff Costs

	This year £	Last year £
Salaries and wages	135,932	162,672
Social security costs	7,701	10,171
Pension costs (defined contribution scheme)	1,825	2,044
Other employee benefits	-	-
<b>Total staff costs</b>	<b>145,458</b>	<b>174,887</b>

Please provide details of expenditure on staff working for the charity whose contracts are with and are paid by a related party

Please give details of the number of employees whose total employee benefits (excluding employer pension costs) fell within each band of £10,000 from £60,000 upwards. If there are no such transactions, please enter 'true' in the box provided.

No employees received employee benefits (excluding employer pension costs) for the reporting period of more than £60,000

TRUE

Band	Number of employees
£60,000 to £69,999	
£70,000 to £79,999	
£80,000 to £89,999	
£90,000 to £99,999	
£100,000 to £109,999	

Please provide the total amount paid to key management personnel (includes trustees and senior management) for their services to the charity

## 11.2 Average head count in the year

The parts of the charity in which the employees work

	This year Number	Last year Number
Fundraising	-	-
Charitable Activities	8	12
Governance	-	-
Other	-	-
<b>Total</b>	<b>8</b>	<b>12</b>

### 11.3 Ex-gratia payments to employees and others (excluding trustees)

*Please complete if an ex-gratia payment is made.*

Please explain the nature of the payment

--

Please state the legal authority or reason for making the payment

--

Please state the amount of the payment (or value of any waiver of a right to an asset)

--

### 11.4 Redundancy payments

*Please complete if any redundancy or termination payment is made in the period.*

Total amount of payment

8,188
-------

The nature of the payment (cash, asset etc.)

Cash
------

The extent of redundancy funding at the balance sheet date

No further payments to be made
--------------------------------

Please state the accounting policy for any redundancy or termination payments

Provided for when notice of redundancy is given
---

**Section C****Notes to the accounts****(cont)**

**Note 12** Defined contribution pension scheme or defined benefit scheme accounted for as a defined contribution scheme.

*12.1 Please complete this note if a defined contribution pension scheme is operated.*

Amount of contributions recognised in the SOFA as an expense

1,825

Please explain the basis for allocating the liability and expense of defined contribution pension scheme between activities and between restricted and unrestricted funds.

N/A

*12.2 Please complete this section where the charity participates in a defined benefit pension plan but is unable to ascertain its share of the underlying assets and liabilities.*

Please confirm that although the scheme is accounted for as a defined contribution plan, it is a defined benefit plan.

Please provide such information as is available about the plan's surplus or deficit and the implications, if any, for the reporting charity

*12.3 Please complete this section where the charity participates in a multi-employer defined benefit pension plan that is accounted for as a defined contribution plan.*

Describe the extent to which the charity can be liable to the plan for other entities' obligations under the terms and conditions of the multi-employer plan

**Note 14 Tangible fixed assets**

*Please complete this note if the charity has any tangible fixed assets*

**14.1 Cost or valuation**

	Freehold land & buildings	Other land and buildings	Plant, machinery and motor vehicles	Fixtures, fittings and equipment	Total
	£	£	£	£	£
At the beginning of the year	-	-	5,000	20,629	25,629
Additions	-	-	-	40	40
Revaluations	-	-	-	-	-
Disposals	-	-	5,000	19,931	24,931
Transfers *	-	-	-	-	-
At end of the year	-	-	-	738	738

**14.2 Depreciation and impairments**

<b>**Basis</b>			RB	RB		Straight Line ("SL") or Reducing Balance ("RB")
<b>** Rate</b>			25	25		
At beginning of the year	-	-	2,891	12,057	14,948	
Disposals	-	-	2,891	11,883	14,774	
Depreciation	-	-	-	141	141	
Impairment	-	-	-	-	-	
Transfers*	-	-	-	-	-	
At end of the year	-	-	-	315	315	

**14.3 Net book value**

Net book value at the beginning of the year	-	-	2,109	8,572	10,681
Net book value at the end of the year	-	-	-	423	423

**14.4 Impairment**

*Please provide a description of the events and circumstances that led to the recognition or reversal of an impairment loss.*

--

**14.5 Revaluation**

*If an accounting policy of revaluation is adopted, please provide:*

*the effective date of the revaluation*

*the name of independent valuer, if applicable*

*the methods applied and significant assumptions*

*the carrying amount that would have been recognised had the assets been carried under the cost model.*


**14.6 Other disclosures**

*(i) Please state the amount of borrowing costs, if any, capitalised in the construction of tangible fixed assets and the capitalisation rate used.*

*(ii) Please provide the amount of contractual commitments for the acquisition of tangible fixed assets.*

*(iii) Details of the existence and carrying amounts of property, plant and equipment to which the charity has restricted title or that are pledged as security for liabilities.*


<b>Section C</b>	<b>Notes to the accounts</b>	<b>(cont)</b>
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**Note 19 Debtors and prepayments**

*Please complete this note if the charity has any debtors or prepayments.*

**19.1 Analysis of debtors**

Trade debtors

Prepayments and accrued income

Other debtors

**Total**

This year	Last year
£	£
1,570	525
1,545	3,288
950	1,695
4,065	5,508

*Please complete 19.2 where a material debtor is recoverable more than a year after the reporting date.*

**19.2 Analysis of debtors recoverable in more than 1 year (included in debtors above)**

Trade debtors

Prepayments and accrued income

Other debtors

**Total**

This year	Last year
£	£
-	-
-	-
-	-
-	-
-	-

Section C	Notes to the accounts	(cont)
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**Note 20**                      **Creditors and accruals**

*Please complete this note if the charity has any creditors or accruals.*

**20.1 Analysis of creditors**

	Amounts falling due within one year		Amounts falling due after more than one year	
	This year £	Last year £	This year £	Last year £
Accruals for grants payable	-	-	-	-
Bank loans and overdrafts	-	-	-	-
Trade creditors	-	-	-	-
Payments received on account for contracts or performance-related grants	-	-	-	-
Accruals and deferred income	142	3,637	-	-
Taxation and social security	1,769	3,128	-	-
Other creditors	234	636	-	-
<b>Total</b>	<b>2,145</b>	<b>7,401</b>	<b>-</b>	<b>-</b>

**20.2 Deferred income**

*Please complete this note if the charity has deferred income.*

*Please explain the reasons why income is deferred.*

*The deferred income is in respect of grants received which are related to expenditure to be incurred in the following year.*

***Movement in deferred income account***

Balance at the start of the reporting period  
 Amounts added in current period  
 Amounts released to income from previous periods  
 Balance at the end of the reporting period

	This year £	Last year £
	2,000	1,000
	-	2,000
<b>4491</b>	<b>- 2,000</b>	<b>- 1,000</b>
	<b>-</b>	<b>2,000</b>



<b>Section C</b>	<b>Notes to the accounts</b>	<b>(cont)</b>
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**Note 24**                      **Cash at bank and in hand**

Short term cash investments (less than 3 months maturity date)  
Short term deposits  
Cash at bank and on hand  
Other  
Total

This year £	Last year £
-	-
-	-
2,148	36,968
-	-
2,148	36,968



**CHARITY COMMISSION  
FOR ENGLAND AND WALES**

**Independent examiner's report  
on the accounts**

**Section A**

**Independent Examiner's Report**

**Report to the trustees/  
members of**

Charity Name  
**Reality Youth Project**

**On accounts for the year  
ended**

**31 August 2019**

**Charity no  
(if any)**

**1111763**

**Set out on pages**

**1 to 19**

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended 31 / 08 / 2019.

**Responsibilities and  
basis of report**

As the charity trustees, you are responsible for the preparation of the accounts in accordance with the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

**Independent  
examiner's statement**

I have completed my examination. I confirm that no material matters have come to my attention (other than that disclosed below \*) in connection with the examination which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

*\* Please delete the words in the brackets if they do not apply.*

**Signed:**

*Peter Holdridge*

**Date:**

*20 June 2020*

**Name:**

**PETER HOLDRIDGE**

**Relevant professional  
qualification(s) or body  
(if any):**

Former member of ICAEW

**Address:**

25 Linden Avenue, Countesthorpe, Leics LE8 5PG