

# **Newham New Deal Partnership**

(A Company Limited by Guarantee)

**Company No. 05033441**

**Charity No. 1132937**

## **Report and financial statements**

**For the year ended**

**31 March 2020**



# **Newham New Deal Partnership**

## **Report and financial statements**

**For the year ended 31 March 2020**

---

### **Contents**

	<b>Page</b>
<b>Reference and administrative information</b>	<b>1</b>
<b>Trustees' annual report</b>	<b>2 - 8</b>
<b>Independent examiner's report</b>	<b>9</b>
<b>Statement of financial activities</b> (incorporating an income and expenditure account)	<b>10</b>
<b>Balance sheet</b>	<b>11</b>
<b>Notes to the financial statements</b>	<b>12 - 18</b>

# **Newham New Deal Partnership**

## **Reference and administrative information**

**For the year ended 31 March 2020**

---

**Trustees:**

Yurie Budhu (resigned 17 March 2020)  
Fay Cannings  
Farzana Chowdhuri  
James Robert Ludlam, JP (Chair)  
Jean Ludlam  
Jaston Rodrigues (appointed 23 June 2020)  
Hazel Taverner (Hon. Treasurer)

**Company Secretary:**

Fiona Baird

**Chief Executive:**

Fiona Baird

**Company number:**

05033441

**Charity number:**

1132937

**Registered office:**

Unit 9, Third Floor  
St Luke's Community Centre  
85 Tarling Road  
London E16 1HN

**Auditors:**

Goldwins Limited  
75 Maygrove Road  
West Hampstead  
London NW6 2EG  
[www.goldwins.co.uk](http://www.goldwins.co.uk)

**Bankers**

The Co-operative Bank  
PO Box 250  
Skelmersdale  
WN8 6WT

**Solicitors**

Trowers & Hamlins LLP  
3 Bunhill Row  
London  
EC1Y 8YZ

# **Newham New Deal Partnership**

## **Report of the Trustees**

### **For the year ended 31 March 2020**

---

The trustees, who are also directors under company law, present their report and financial statements for the year ended 31 March 2020.

The trustees confirm that the financial statements comply with current statutory requirements, the memorandum and articles of association and the Statement of Recommended Practice - Accounting and Reporting by Charities: SORP applicable to charities preparing their accounts in accordance with FRS 102.

#### **Purposes and aims**

The Charity is registered as a charitable company limited by guarantee no.05033441. It is constituted under a Memorandum of Association dated 24<sup>th</sup> November 2009, as registered charity number 1132937.

The charity's purposes as set out in the objects contained in the company's memorandum of association are the promotion for the benefit of the public of urban or rural regeneration in areas of social and economic deprivation in the Newham and surrounding areas by all or any of the following means:

- (A) the relief of financial hardship;
- (B) the relief of unemployment;
- (C) the advancement of education, training or retraining, particularly among unemployed people, and providing unemployed people with work experience;
- (D) the provision of financial assistance, technical assistance or business advice or consultancy in order to provide training and employment opportunities for unemployed people in cases of financial or other charitable need through help; (i) in setting up their own business, or (ii) to existing businesses;
- (E) the creation of training and employment opportunities by the provision of workspace, buildings, and/or land for use on favourable terms;
- (F) the provision of housing for those who are in conditions of need and the improvement of housing in the public sector or in charitable ownership;
- (G) the maintenance, improvement or provision of public amenities;
- (H) the preservation of buildings or sites of historic or architectural importance;
- (I) the provision of recreational facilities for the public at large or those who by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances, have need of such facilities;
- (J) the protection or conservation of the environment;
- (K) the provision of public health facilities and childcare;
- (L) the promotion of public safety and prevention of crime;

The Trustees have had regard to the Charity Commission's guidance on public benefit.

The mission of the charity is to help and support individuals, groups and communities to meet their social and economic needs by developing control over their health and wellbeing, and their physical, social and economic environment.

We do this by delivering projects which:

- Build aspiration and resilience through learning, work experience, and opportunities to support others locally;
- Inspire creative engagement and local sense of place;

# Newham New Deal Partnership

## Report of the Trustees

### For the year ended 31 March 2020

- Enable people of all ages to have greater choice and control over their own futures and to be prepared to support their neighbours to do so too.

During the accounting period the charity achieved this through delivery of its Good Neighbours services which support older and disabled people, particularly people with dementia and their carers.

#### Volunteers

Newham New Deal Partnership is a volunteer-involving organisation which actively engages volunteers to support its charitable activities through a range of specialist opportunities in health, social care, and IT, underpinned by training, supervision and support. For many volunteers, the placements develop skills, confidence and self-esteem, as well as providing routes into training, education and meaningful and sustainable employment.

Volunteers are offered expenses – subsistence and travel costs – as well as access to internal and external training courses. We note that many volunteers waive their entitlement to expenses.

Our monitoring indicates that volunteers get great personal satisfaction from volunteering with us, but many also report increased confidence from the social interaction, and enhanced opportunities for skills development and/or employment.

#### Volunteers by age – all projects

Under 25	25-44	45-64	65+	TOTAL
10	3	3	2	18

#### Volunteers by ethnicity – all projects

White British	White Other	Black/Caribbean	Asian	Other BME	TOTAL
9	1	1	3	4	18

In 2019/20 volunteers provided 111 hours supporting the charity's beneficiaries.

#### Achievements and performance

The objectives in the current strategic plan include:

- To provide person-centred services and practical support for isolated elders and people with disabilities, including people with dementia and their carers, particularly in Newham
- To deliver the very best in volunteer supported assistance for socially isolated elders and disabled people
- To maintain working relationships with community sector partners and funders in surrounding boroughs (Tower Hamlets and Hackney)
- To deliver arts and place making projects that engage the aspirations and interests of local communities

#### Good Neighbours services

Good Neighbours services were well used by older people aged 80 years or older, and users reflected the diversity of the boroughs – Newham and Hackney – where we worked during the year.

## Newham New Deal Partnership

### Report of the Trustees

For the year ended 31 March 2020

#### Clients – by age

	Under 25	25-44	45-59	60-69	70-79	80+	TOTAL
Digital inclusion	0	0	0	12	20	26	58
Dementia casework	1	0	4	5	14	10	34
Newham contract	0	0	0	7	23	35	65
TOTAL	1	0	5	24	59	71	157

#### Clients – by ethnicity

Project	Asian	Black/ African/ Caribbean	Other BME	Mixed	White British	White other	Prefer not to say	TOTAL
Digital inclusion	2	20	5	1	28	0	2	58
Dementia casework	14	13	1	0	6	0	0	34
Newham contract	23	20	3	0	18	1	0	65
TOTAL	39	53	9	1	52	1	2	157

#### Newham Dementia Memory support services

We learnt in November that we were successful in our tender for services to support people in the earlier stages of dementia and their carers in Newham. The services aim to provide practical, person-centred support, advice and signposting for Newham residents living with dementia (or awaiting a diagnosis) and their carers and family, as well as peer support and group sessions to enhance wellbeing, and a public education programme.

After a very rapid set up, we started the contract on 1 January at our satellite office located at First Avenue Resource Centre, Plaistow. In the first quarter, which included the start of Coronavirus lockdown, we supported 65 customers (plus carers), of which 30 people received information, advice and guidance, and 38 had more substantial case work support. A significant number of the people we supported also attended one or more Music for the Mind (29 people) or Memory Café (37 people) sessions at locations around the Borough.

During the first three months of the new contract we were pleased to work with graduate employees of the Financial Conduct Authority, who volunteered their time in helping run our Memory Cafes, and who researched and produced a helpful resource for our users on how banks can support customers with memory problems.

#### Good Neighbours services – Information and case work (dementia) project

The aim of the case work project, which is funded by Lloyds Bank Foundation, is to provide holistic and sustained support for people with dementia and/or their carers when they experience a change of circumstance in their lives such as at diagnosis, or when they have additional support needs, for up to three months, so that

# **Newham New Deal Partnership**

## **Report of the Trustees**

### **For the year ended 31 March 2020**

---

they are able to be more resilient and independent. The main areas of support were in obtaining additional financial support (30 people benefited from successful benefit claims) and gaining access to health and other services.

As a result of the intervention:

- 89% of clients understood the help available locally in order to make informed choices
- 85% felt more able to manage at home as a result of our support
- 72% felt safer in their daily lives
- 70% had increased their support network
- 56% had reduced stress and anxiety

#### *Good Neighbours services - @online club network for older people*

Our @online club network supported digitally excluded Hackney residents learn basic skills in a social, fun environment with specialist staff, trainers and volunteers. The club promotes going online safely using tablet devices (iPads) provided by the charity. We ran eight programmes each of 6-8 weeks' duration plus taster sessions for 58 people at a mix of public and community venues in the Borough as part of the Connect Hackney project. This is part of a national research project funded by the Community Fund to test a range of activities and find out what works best for older people to maintain their independence and resilience. Part of the funder requirement is to engage in quarterly research conversations and we look forward to completing year two of the project, and disseminating the learning points.

We had scheduled running out @online club to Tower Hamlets residents, working with a local Tower Hamlets community group, but sadly had to pull our first programme due to the COVID-19 lockdown.

#### *Good Neighbours services – befriending*

Sadly, we were unable to restart our befriending service for older people with disabilities in the year, as our funding applications were unsuccessful. However, we know that the service from continued enquiries from professionals and potential users, and we are committed to continue to seek resources.

#### **Heritage – Discovering Stratford Village**

We completed our heritage project, Discovering Stratford Village, in March 2019, but continued to use the resources generated by the project. Most notably, in April, Chobham Academy teachers took 90 Year 4 children through Stratford Village (in small groups), using the educational resource pack and online materials. Later in the year, as part of the national Heritage Open Days festival, the CEO ran a 'craftism' workshop at Theatre Royal Stratford East on Saturday 21<sup>st</sup> September, and led a walk on 22<sup>nd</sup> September, using the resources created.

#### **Partnership working**

Newham New Deal Partnership continued to play an active role in the voluntary and community sector in the Borough. The CEO was a member of the Creative Newham consortium, whose role is to review and develop funding bids to Arts Council England and other funders in order to increase the number, scope and diversity of community arts and performance activities in the Newham. As a member of One Newham, the voluntary and community sector membership organisation, Newham New Deal Partnership engaged in public health

# **Newham New Deal Partnership**

## **Report of the Trustees**

### **For the year ended 31 March 2020**

---

consultation events and took a stall at the first ever One Newham Conference held at the London Stadium on 24<sup>th</sup> October 2020.

Our year as the East Edge Sisters' nominated local charity came to a conclusion, and in January 2020 we were able to take receipt of a generous donation from this East Ham Women's Institute member.

#### **Financial review**

Newham New Deal Partnership has been able to reduce its reliance on grant income through winning the Newham Dementia Memory Support Services contract. The charity was also able to gain funding for digital inclusion projects outside of Newham - in Hackney and Tower Hamlets – in the year. However, maintaining longer term funding streams for our projects continues to be a priority and has become more challenging as funders prioritise COVID-19 issues.

#### **Reserve policy**

In 2016/17 the Trustees designated £30,000 of reserves for charity restructuring or in a worst case scenario closure costs.

#### **Going concern**

At the present time the Trustees have a reasonable expectation that the charity has adequate resources to continue to operate. For this reason they continue to adopt the going concern basis in preparing the financial statements.

#### **Principal risks and uncertainties**

The charity has an operational and business strategy in place which takes account of the risks to which the charity is exposed, and how to mitigate them. It monitors income and expenditure on a quarterly basis. Cashflow is monitored on a monthly basis. Internal control risks are minimised by the implementation of financial procedures for the authorisation of all transactions and projects.

The charity reviews its Health and Safety policy once a year; this covers staff and volunteer safety when working both in and outside the office. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors. The CEO reports on the status of funding bids at every Board meeting.

#### **COVID-19**

The charity ceased face to face service provision second week of March 2020, to safeguard the health of users, staff and volunteers due to the coronavirus pandemic, and moved to remote working. The Board had undertaken a risk assessment at its Awayday on 8<sup>th</sup> February 2020, and this was updated to take account of the pandemic for the Board's meeting on 17<sup>th</sup> March 2020.

Having implemented a remotely hosted client management system in 2019, staff were able to make the transition to work remotely to continue to provide advice, signposting and case work services in Newham in line with GDPR and other requirements.

As we moved into the new financial year, we continue to innovate, so that we are able to deliver our services, including those that were previously delivered face to face, in a way that keeps everyone safe.

# **Newham New Deal Partnership**

## **Report of the Trustees**

### **For the year ended 31 March 2020**

---

#### **Plans for the future**

We have been in contact with our funders about reduced delivery of our face to face services for the first quarter of 2020/21 due to COVID-19 lockdown, and have had their support.

However, with an element of social distancing likely to remain for our vulnerable users, we will need to find new ways of delivering social contact opportunities and other support to users so that they can cope with long term social isolation, and maintain their mental and physical wellbeing. We will also need to find more resources to develop a remote role for volunteers, and then to recruit and support them in working in the new ways.

The charity continues to prioritise funding for current and future services which reduce social isolation and support the independence of older people and people with disabilities, as well as to find more funding for arts and heritage projects.

It has formally registered for the Trusted Charity quality assurance scheme, thanks to financial support from Lloyds Bank Foundation, and will be undertaking a first stage self-assessment in the current financial year.

#### **Structure, governance and management**

The Charity is registered as a charitable company limited by guarantee no.05033441. It is constituted under a Memorandum of Association dated 24<sup>th</sup> November 2009, as registered charity number 1132937.

The Board meets approximately five times a year to approve the annual operational plan and budget, the independently examined accounts, updated policies and procedures (including annual reviews of the H&S policy and financial policy), and to review how the organisation is achieving the annual plan. The Board also meets once a year at a Board Awayday to discuss and review strategic issues.

The Chief Executive is responsible for the day to day running of the charity, and is line managed by the Chair. In addition to the part time Chief Executive, Newham New Deal Partnership had four part time staff posts over the period. The charity has outsourced its payroll, HR and H&S functions, and uses a freelance bookkeeper.

#### **Appointment of Trustees**

The Board comprises Community, Independent and Co-opted directors who are elected for a period of three years in the first instance. The charity periodically undertakes a review of skills and experience required of the Board, and identifies any gaps for recruitment. Over the year, one Board member resigned and we recruited another.

#### **Trustee induction and training**

Potential Trustees are encouraged to learn about the charity in advance of appointment. On appointment, new Trustees have a familiarisation programme appropriate to their needs, which will include briefings with the Chair and CEO, and project visits as well as the provision of a documentation pack which includes information on the role of the Trustee and key internal charity documents, including the governing instrument.

The Board of Directors of six comprises local people with business, financial, and management skills, plus knowledge of the local community, and lived experience as patients and carers. Trustees are encouraged to attend the charity's projects as observers and volunteers.

# Newham New Deal Partnership

## Report of the Trustees

For the year ended 31 March 2020

---

### Related parties and relationships with other organisations

There were no related party transactions in 2019/20.

### Statement of responsibilities of the trustees

The trustees (who are also directors of charitable company for the purposes of company law) are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements 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 trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up. The total number of such guarantees at 31 March 2020 was 6 (2019: 6). The trustees are members of the charity, but this entitles them only to voting rights. The trustees have no beneficial interest in the charity.

The trustees' annual report has been approved by the trustees on 22nd September 2020

and signed on their behalf by;



James Robert Ludlam, JP  
Chair of Trustees

## **Independent examiner's report**

### **To the members of Newham New Deal Partnership**

#### **For the year ended 31 March 2020**

---

I report on the accounts of the Newham New Deal Partnership for the year ended 31 March 2020, which are set out on pages 10 to 18.

#### **Respective responsibilities of trustees and examiner**

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this period under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

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


#### **Basis of independent examiner's report**

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

#### **Independent examiner's statement**

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

- (1) which gives me reasonable cause to believe that in any material respect the requirements:
  - to keep accounting records in accordance with section 386 of the Companies Act 2006; and
  - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

  
**Anthony Epton BA, FCA, CTA, FCIE**  
**Goldwins**  
**Chartered Accountants**  
**75 Maygrove Road**  
**West Hampstead**  
**London NW6 2EG**

*8 December* 2020

**NEWHAM NEW DEAL PARTNERSHIP**  
**Statement of financial activities**  
(incorporating an income and expenditure account)  
**For the year ended 31 March 2020**

	Note	Unrestricted £	Restricted £	2020 Total £	2019 Total £
<b>Income from:</b>					
Donations		560	-	560	278
Charitable activities	3	19,111	59,830	78,941	83,823
Investment income	4	189	-	189	329
<b>Total income</b>		<b>19,860</b>	<b>59,830</b>	<b>79,690</b>	<b>84,430</b>
<b>Expenditure on:</b>					
Charitable activities:	5	33,025	54,711	87,736	102,594
<b>Total expenditure</b>		<b>33,025</b>	<b>54,711</b>	<b>87,736</b>	<b>102,594</b>
<b>Net income / (expenditure) for the year</b>	6	<b>(13,165)</b>	<b>5,119</b>	<b>(8,046)</b>	<b>(18,164)</b>
Transfers between funds		-	-	-	-
<b>Net movement in funds</b>		<b>(13,165)</b>	<b>5,119</b>	<b>(8,046)</b>	<b>(18,164)</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward		36,189	27,288	63,477	81,641
<b>Total funds carried forward</b>	12	<b>23,024</b>	<b>32,407</b>	<b>55,431</b>	<b>63,477</b>

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

# NEWHAM NEW DEAL PARTNERSHIP

## Balance sheet

As at 31 March 2020

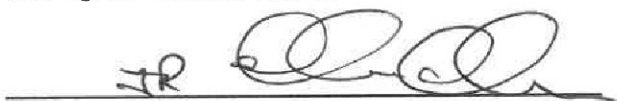
	Note	2020 £	2020 £	2019 £	2019 £
<b>Current assets:</b>					
Debtors	9	3,694		3,946	
Cash at bank and in hand		<u>56,948</u>		<u>64,906</u>	
		<b>60,642</b>		<b>68,852</b>	
<b>Liabilities:</b>					
Creditors: amounts falling due within one year	10	<u>(5,211)</u>		<u>(5,375)</u>	
<b>Net current assets / (liabilities)</b>			<b>55,431</b>		<b>63,477</b>
<b>Total net assets / (liabilities)</b>			<b>55,431</b>		<b>63,477</b>
<b>Funds</b>					
Restricted funds			<b>32,407</b>		<b>27,288</b>
Unrestricted funds:					
Designated funds		<b>30,000</b>		<b>30,000</b>	
General funds		<u>(6,976)</u>		<u>6,189</u>	
Total unrestricted funds			<b>23,024</b>		<b>36,189</b>
<b>Total funds</b>	12		<b>55,431</b>		<b>63,477</b>

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act.

The Trustees acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2020 and of its profit or loss for the year then ended in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to the financial statements so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Approved by the trustees on 22nd September 2020  
and signed on their behalf by:



James Robert Ludlam, JP (Chair)  
Trustee

Company registration no. 05033441

The attached notes form part of the financial statements.

# **NEWHAM NEW DEAL PARTNERSHIP**

## **Notes to the financial statements**

**For the year ended 31 March 2020**

---

### **1 Accounting policies**

#### **a) Basis of preparation**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 - effective 1 January 2015) - (Charities SORP FRS 102) and the Companies Act 2006.

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

#### **b) Going concern**

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern. The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

#### **c) Income**

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

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

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

#### **d) Donations of gifts, services and facilities**

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

On receipt, donated gifts, professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

#### **e) Interest receivable**

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

## NEWHAM NEW DEAL PARTNERSHIP

### Notes to the financial statements

For the year ended 31 March 2020

---

#### 1 Accounting policies (continued)

##### f) Fund accounting

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

##### g) Expenditure and irrecoverable VAT

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

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

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

##### h) Allocation of support costs

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

##### i) Operating leases

Rental charges are charged on a straight line basis over the term of the lease.

##### j) Tangible fixed assets

Items of equipment are capitalised where the assets is expected to have a useful life of more than three years. Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

Fixtures and fittings	5 Years SL
Computer equipment	4 Years SL

##### k) Debtors

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

##### l) Cash at bank and in hand

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

##### m) Creditors and provisions

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

**NEWHAM NEW DEAL PARTNERSHIP**  
**Notes to the financial statements**  
**For the year ended 31 March 2020**

**2 Detailed comparatives for the statement of financial activities**

	2019 Unrestricted £	2019 Restricted £	2019 Total £
<b>Income from:</b>			
Donations	278	-	278
Charitable activities: Grants receivable	2,500	81,323	83,823
Investment income	329	-	329
<b>Total income</b>	<b>3,107</b>	<b>81,323</b>	<b>84,430</b>
<b>Expenditure on:</b>			
Charitable activities	4,212	98,382	102,594
<b>Total expenditure</b>	<b>4,212</b>	<b>98,382</b>	<b>102,594</b>
<b>Net income / expenditure</b>	<b>(1,105)</b>	<b>(17,059)</b>	<b>(18,164)</b>
Transfers between funds	-	-	-
<b>Net movement in funds</b>	<b>(1,105)</b>	<b>(17,059)</b>	<b>(18,164)</b>
Total funds brought forward	37,294	44,347	81,641
<b>Total funds carried forward</b>	<b>36,189</b>	<b>27,288</b>	<b>63,477</b>

**3 Income from charitable activities**

	Unrestricted £	Restricted £	2020 Total £	2019 Total £
Grant income	-	59,830	59,830	81,323
Other income	19,111	-	19,111	2,500
<b>Total for charitable activities</b>	<b>19,111</b>	<b>59,830</b>	<b>78,941</b>	<b>83,823</b>

**4 Income from investments**

	Unrestricted £	Restricted £	2020 Total £	2019 Total £
Bank interest	189	-	189	329
	<b>189</b>	<b>-</b>	<b>189</b>	<b>329</b>

# **NEWHAM NEW DEAL PARTNERSHIP**

## **Notes to the financial statements**

**For the year ended 31 March 2020**

### **5 Analysis of expenditure**

	Basis of allocation	Cost of raising funds £	Charitable activities £	Support Governance costs £	2020 Total costs £	2019 Total £
Premises costs	Space/	-	-	-	7,126	6,361
IT costs	Direct	-	-	7,126	1,177	620
Other office costs	Direct	-	-	4,841	4,841	5,026
Project and grant expenses	Direct	-	6,815	-	6,815	19,650
Bank charges	Direct	-	-	-	48	81
Insurance costs	Direct	-	-	-	861	763
Legal and professional fees	Direct	-	-	2,386	2,386	2,376
Staff costs	Staff time	-	60,491	-	60,491	63,759
Independent examination	Direct	-	-	1,560	1,560	1,602
Bookkeeping	Direct	-	-	2,431	2,431	2,356
Other expenses	Direct	-	-	-	-	-
		-	68,167	17,961	87,736	102,594
Support costs		-	17,961	(17,961)	-	-
Governance costs		-	1,608	(1,608)	-	-
<b>Total expenditure 2020</b>		-	<b>87,736</b>	-	<b>87,736</b>	
<b>Total expenditure 2019</b>			<b>102,594</b>	-	-	<b>102,594</b>

Of the total expenditure, £33,025 was unrestricted (2019: £4,212) and £54,711 was restricted (2019: £98,382). Support and governance costs are allocated across activities based on staff time spent.

**NEWHAM NEW DEAL PARTNERSHIP**  
**Notes to the financial statements**  
**For the year ended 31 March 2020**

**6 Net income / (expenditure) for the year**

This is stated after charging / (crediting):	<b>2020</b>	<b>2019</b>
	£	£
Depreciation	-	-
Independent examiners fees	<b>1,560</b>	<b>1,560</b>

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

Staff costs were as follows:	<b>2020</b>	<b>2019</b>
	£	£
Salaries and wages	<b>56,508</b>	<b>62,031</b>
Social security costs	<b>1,362</b>	<b>724</b>
Pension contributions	<b>1,201</b>	<b>1,004</b>
Other costs	<b>1,420</b>	-
	<b>60,491</b>	<b>63,759</b>

None of the employees were paid a remuneration equal to or more than £60,000 in the year (2019: Nil).

The total employee benefits including pension contributions of the key management personnel were £29,892 (2019: £28,403).

The charity trustees were not paid or received any other benefits from employment with the charity.

**Staff numbers**

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

	<b>2020</b>	<b>2019</b>
	No.	No.
Charitable activities	<b>3</b>	<b>4</b>
Support	<b>1</b>	<b>1</b>
	<b>4</b>	<b>5</b>

**8 Taxation**

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

**9 Debtors**

	<b>2020</b>	<b>2019</b>
	£	£
Trade debtors	<b>2,905</b>	<b>3,085</b>
Prepayments	<b>789</b>	<b>861</b>
	<b>3,694</b>	<b>3,946</b>

**NEWHAM NEW DEAL PARTNERSHIP**  
**Notes to the financial statements**  
**For the year ended 31 March 2020**

**10 Creditors: amounts falling due within one year**

	2020	2019
	£	£
Trade creditors	1,318	2,505
Taxation and social security	2,333	1,310
Accruals	1,560	1,560
	<b>5,211</b>	<b>5,375</b>

**11 Analysis of net assets between funds**

	General unrestricted £	Designated £	Restricted £	Total funds £
Tangible fixed assets	-	-	-	-
Net current assets	(6,976)	30,000	32,407	55,431
Net assets at the end of the year	<b>(6,976)</b>	<b>30,000</b>	<b>32,407</b>	<b>55,431</b>

**Analysis of net assets between funds 2019**

	General unrestricted £	Designated £	Restricted £	Total funds £
Tangible fixed assets	-	-	-	-
Net current assets	6,189	30,000	27,288	63,477
Net assets at the end of the year	<b>6,189</b>	<b>30,000</b>	<b>27,288</b>	<b>63,477</b>

**12 Movements in funds**

	At the start of the year £	Income £	Expenditure £	Transfers £	At the end of the year £
<b>Restricted funds:</b>					
Connect Hackney	3,846	25,070	23,081	-	5,835
Lloyds Bank Foundation	23,442	25,000	25,002	-	23,440
LB of Tower Hamlets	-	9,760	6,628	-	3,132
<b>Total restricted funds</b>	<b>27,288</b>	<b>59,830</b>	<b>54,711</b>	<b>-</b>	<b>32,407</b>
<b>Unrestricted funds:</b>					
<b>Designated funds</b>	30,000	-	-	-	30,000
<b>General funds</b>	6,189	19,860	33,025	-	(6,976)
<b>Total unrestricted funds</b>	<b>36,189</b>	<b>19,860</b>	<b>33,025</b>	<b>-</b>	<b>23,024</b>
<b>Total funds</b>	<b>63,477</b>	<b>79,690</b>	<b>87,736</b>	<b>-</b>	<b>55,431</b>

**NEWHAM NEW DEAL PARTNERSHIP**  
**Notes to the financial statements**  
**For the year ended 31 March 2020**

**Movements in funds 2019**

	At the start of the year £	Income £	Expenditure £	Transfers £	At the end of the year £
<b>Restricted funds:</b>					
Ford in Britain Trust	-	1,050	1,050	-	-
Connect Hackney	-	12,345	8,499	-	3,846
Heritage Lottery Fund	5,221	37,542	42,763	-	-
Hyperion Investing	-	5,000	5,000	-	-
Lloyds Bank Foundation	23,442	25,000	25,000	-	23,442
Foyle Foundation	3,000	-	3,000	-	-
Clarion	3,205	386	3,591	-	-
Big Lottery Fund	9,479	-	9,479	-	-
<b>Total restricted funds</b>	<b>44,347</b>	<b>81,323</b>	<b>98,382</b>	<b>-</b>	<b>27,288</b>
<b>Unrestricted funds:</b>					
<b>Designated funds</b>	30,000	-	-	-	30,000
<b>General funds</b>	7,294	3,107	4,212	-	6,189
<b>Total unrestricted funds</b>	<b>37,294</b>	<b>3,107</b>	<b>4,212</b>	<b>-</b>	<b>36,189</b>
<b>Total funds</b>	<b>81,641</b>	<b>84,430</b>	<b>102,594</b>	<b>-</b>	<b>63,477</b>

**Restricted funds:**

Connect Hackney: funding to deliver @online club programmes to Hackney residents aged 60 and over, and at risk of, or experiencing, social isolation.

Lloyds Bank Foundation: grant towards the salary of a part-time specialist dementia case worker.

LB of Tower Hamlets: funding to deliver @online club programme in Tower Hamlets.

**13 Legal status of the charity**

The charity is a company limited by guarantee and has no share capital. Each member is liable to contribute a sum not exceeding £1 in the event of the charity being wound up.

**14 Related party transactions**

There are no related party transactions to disclose for 2020 (2019: none).

There are no donations from related parties which are outside the normal course of business and no restricted donations from related parties.

**15 Post balance sheet event**

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