

**EAST DURHAM COMMUNITY INITIATIVES LTD**  
**(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST MARCH 2020**

**Chairman's statement**

Over the previous 5 years EDCI's Projects have been reduced to one main core community project, namely the fully supported female accommodation. The income of which was limited as we only could house and support up to 5 young ladies at any one time.

Obviously our income was purely restricted to the 5 rentable units and a monthly allocation of funds from our unitary authority to assist in the running costs of the support we provide our clients.

Although our charity negotiated a 25% increase of rental income for each room, this was negated by the lack of referral for young ladies requiring our services and accommodation resulting in reduced occupancy rates and lower income.

As a Trust we recognised and we were concerned that the low uptake of our services could also result not meeting the occupancy rates required by our government contract. This could result in our contract not being renewed due to lack of demand for our service and their funds would be better allocated to other schemes that are over prescribed and offering a greater impact and better value.

A potential loss of funding would greatly impact EDCI's ability to continue to exist. We needed to develop a secondary income source that would increase our income stream but conforms to the aims and obligations state in the charities Articles of Association.

Before the end of the 3<sup>rd</sup> quarter we researched a gap in the community support for unemployed and homeless members of the community that were struggling to obtain quality housing due to the fact that many landlords were refusing to let properties to potential tenants who were unemployed and claiming universal credit.

The research uncovered how we would fund the new project and meetings with other similar projects out of our geographic area were visited to assess their business models and income streams. We then approached County Durham Council and discussed appropriate and allowable charges we could legally apply to each property, and developed quality delivery policies, procedures, records and forms in order to deliver a legal and quality new project. This new project was named "Help to Rent" project.

I am pleased to state that up to the end of March 2020 we have leased 4 properties from the owners and we are in receipt of a new income stream from these properties. After evaluation of the outcomes, both financial and meeting the aims and ambitions to serve our community, I am pleased to report that this new pilot scheme both meets our aims and objectives stated in our articles, but proves to be a sustainable increase to the charities income.

As this new community project has met our ethical aims and values I am also pleased to report that we have set a target to obtain leases for a further 20 properties by the end of March 2020.

The trustees recognise the hard work and dedication of the staff in managing the services we provide both to individuals and to organisations, and we also know that none of this is achievable without the commitment and dedication that enables us to carry out these services. It is impossible to emphasise enough our gratitude to the staff who give so much of their time to support the local community. The trustees would also like to thank all the organisations who provided financial or voluntary support; with their help and with good management we have continued to deliver our core requirements, and so we offer sincere thanks to all our staff, volunteers, supporters and friends. Looking to the future, we have many new challenges, not least in the reduction in funding for the services we provide.

We will continue to be a responsible and accountable charity as this is an integral part of delivering our aims and objectives as stated in our articles of association, this not only reflected in our culture, but also in our approach to governance and delivering our services whilst observing our commitment to our charitable works. Our commitment to serve the local communities in which we operate is stronger than ever.

As the Chairman I have monitored and maintained a robust and effective system of internal controls and risk management, these processes are an essential part of EDCI governance strategy and a key part of operating as a responsible charity. I can confirm that the Board is committed to ensuring that we not only operate effectively, but that each Trustee remains committed to their role and continues to make a valuable contribution to the business.

As a Trust, We concede that again this year has been one of consolidation in an environment of government cuts to our projects however we remain confident that we will be proactive in developing new strategies and take appropriate actions in order to continue to meet the changing needs of the community and securing new income streams which will enhance our long-term growth prospects in our areas of operation. This reflects our belief that we will continue to support our community in future years.

Alan Chapman (Chairman)

## **Structure, Governance and Management**

### ***Governing Document***

East Durham Community Initiatives Ltd is a company limited by guarantee governed by its Memorandum and Articles of Association dated 21 January 2010. It is registered as a charity with the Charity Commission. There are currently 4 members, each of whom, together with the subscribers, agrees to contribute £1 in the event of the charity winding up.

### ***Recruitment and Appointment of Trustees***

New Trustees have been recruited for our charity, and in accordance with the Articles of Association new positions were nominated. Seconded and voted in to their new roles. Our Articles of association state one member in three must retire at the Annual General Meeting. Accordingly Olive Guy and David Brown retired permanently and sadly our previous Chair man Derek Mercer passed away. The next financial report one member in 3 will retire by rotation and, being eligible, offer themselves for re-election.

No remuneration was paid to the trustees during the year, nor was any expenses reimbursed to them.

### ***Trustee Selection***

All trustees are familiar with the practical work of the charity and have, also, been encouraged to consult the various Charity Commission publications signposted through the Commission's guide "The Essential Trustee" and the information sheets provided on the Commission's website.

In the forthcoming year, the trustees will seek to ensure appropriate training is provided for all members of the Trust and that proposals are brought forward to enhance the potential pool of the trustees. Training of trustees will be led by the Chairman and will cover:

- The obligations of trustees.
- The main documents which set out the operational framework for the charity including the Constitution.
- Resourcing and the current financial position as set out in the latest published accounts.
- Future plans and objectives.

### ***Organisation***

The board of trustees administers the charity. The board meets every month to discuss topics covering development, membership, finance, operational decisions and audit. A Chairman is appointed by the trustees to manage the day to day operations of the charity. To facilitate effective operations, the Chairman has delegated authority, within terms of delegation approved by the trustees, for operational matters including finance, employment and special project related activity.

### ***Risk Management***

The trustees actively review the major risks which the charity faces on a regular basis but manageable risk. To mitigate this calculated risk the trustees have been pro-active in researching new and innovative funding routes that will assist in increasing the financial reserves whilst maintaining our charitable objectives. The trustees will continue to examine and scan operational and business risks faced by the charity so pro active action can be taken to reduce or mitigate identified risks.

## **Objectives and activities**

### ***Ensuring our work delivers our aims***

The Trustees review our aims, objectives and activities each year. This review looks at what we achieved and the outcomes of our work in the previous 12 months. The review looks at the success of each key activity and the benefits they have brought to those groups of people we are set up to help. The review also helps us ensure our aim, objectives and activities remained focused on our stated purposes. We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aim and objectives and in planning our future activities. In

particular, the trustees consider how planned activities will contribute to the aims and objectives they have set.

### ***The focus of our work***

The main objectives for the year:

- To continue to provide housing and support to those who are in need and the running of training programmes and related activities.
- To actively seek grant funding for existing community projects and to seek new sources of funding to develop future projects to meet the changing needs of the under supported and vulnerable members of our community.
- To be proactive in scanning the shortfalls in statutory obligations by developing community projects to address inequality, social exclusion and to raise the aspirations and quality of life for under supported and vulnerable members of our community.
- A number of strategies were employed to achieve the charity's objectives. Within each of these strategies the aims are to:
- Promote our existing services to additional referral sources to maximise the impact for the community and secure additional sources of funding streams;
- Secure ongoing referrals from the main referral sources by seeking and maintaining a network partnership that will meet the aims and objectives of all service users;

### **Homeless Project: (Homebase)**

- Continue to maintain and pass the high levels of quality standards as stipulated in the Government's Quality Assessment framework to ensure the charity continually meets and exceeds the mandatory contractual requirements on these projects;
- Continue to update our internal quality audit systems to ensure the charity is proactive in a regime of continuous improvement and evaluation of the services we offer and deliver;
- Continue to design and improve our policies and systems to celebrate and promote equality and diversity for charity members, employees and all service users;
- Further positive development of service user involvement by devising and implementing a service user strategy to meet the contractual requirements of the Government's Quality Assessment Framework.

### **How our activities deliver public benefit**

Our main activities and who we try to help are described below. All our charitable activities focus on the provision of housing, support and training and are undertaken to further our charitable purposes for the public benefit.

The elements of public benefit range from:

- Engaging and enhancing the learning opportunities and employment prospects of permanently excluded young people.
- Assisting to reduce anti social behaviour in the community by engaging the service users in positive activities.

- Improving the health and wellbeing of homeless young people in the district, by providing or facilitating accommodation based services that will enhance life and coping skills for them to sustain their own tenancies after periods of intense support.

### ***Who used and benefited from our services?***

The area of activity is the provision of housing; Beneficiaries are: 16 to 25 year old female homeless via our female only accommodations.

### ***Housing:***

The charity still owns and manages an “at risk young female accommodation”. At any one time the charity’s accommodation holds 5 young females aged 16 to 25 years old who may be homeless and/or fleeing abuse.

The charity recognises that the revenue stream for this project is limited by the maximum number of bed spaces available. However progress has been made as we have secured a more realistic rent payment for the accommodation provided

We shall continue to support our staff by offering continuous training and counselling that will improve our service delivery to our service users.

The management are investigating the possibility of obtaining external grants with a view of extending our service provision to private landlords, if successful this will not only increase the beneficiaries we can support, but will generate an additional revenue stream.

### **Achievements and performance**

Various performance measurement tools are also used to evaluate the Homeless Projects and again the charity is pleased to announce that in the last financial year we achieved:

- A 80% occupancy rate at the accommodation, with a high proportion of young people moved onto full time education courses or employment, and 70% of our service users were able to continue to sustain their tenancy after the support period with us had ended.
- Successfully received some small grant funding to assist with the running costs
- Continued to take steps and actions to reduce overheads to a sustainable level
- Developed an exciting new community project

### **Financial review**

Please refer to the financial statements.

The charity will continue ensure a regime of regular monitoring of the reserves.

### ***Investment powers and policy***

Under the Memorandum and Articles of Association, the charity has the power to invest in any way the trustees wish. The trustees, having regard to the liquidity requirements of operating the charity and to the reserves policy have operated a policy of continuous monitoring and improvement.

### ***Reserves policy***

The charity’s policy is to maintain sufficient liquid reserves to meet its operating costs and obligations for a 3 month period. The current reserves although reduced still meet this policy.

### **Plans for future periods**

The charity is committed to maintaining and expanding existing community projects and will strive to meet its existing obligations whilst developing its fundraising strategy to meet future trends and appropriate development activities.

The trustees acknowledge that to maximise the benefits of its charitable activities, the charity's aims and objectives are evolving to enable it to continue to meet the diverse and changing needs of under-supported members of the community

### **Trustees' responsibilities in relation to the financial statements**

Company law requires the trustees to prepare financial statements that give a true and fair view of the state of affairs of the charitable company at the balance sheet date and of its incoming resources, including income and expenditure, for the financial year. In preparing those financial statements, the trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently;
- Make sound judgments and estimates that are reasonable and prudent; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006.

The trustees 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, who are directors for the purposes of company law, who served during the year and up to the date of this report are set out on page 1. In accordance with company law, as the company's directors we certify that:

### **Auditors**

A resolution will be proposed at the Annual General Meeting that Jacs Accountancy be appointed as auditors to the charity for the ensuing year. This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (issued in March 2005) and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small entities.

On completion of EDCI's annual accounts the Trust will submit them for an independent examination by a qualified auditor.

By order of the trustees

Company Registration Number - 02317743

The Charity Registration Number is :- 701917

East Durham Community Initiatives Limited

Report and Accounts

31 March 2020

# **East Durham Community Initiatives Limited**

## **Report and accounts for the year ended 31 March 2020**

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## **East Durham Community Initiatives Limited**

Company Registration Number - 02317743

### **Trustees' Annual Report for the year ended 31 March 2020**

The Trustees present their Report and Accounts for the year ended 31 March 2020, which also comprises the Directors' Report required by the Companies Act 2006.

#### **Reference and administrative details**

##### ***The charity name.***

The legal name of the charity is:- East Durham Community Initiatives Limited

The charity is also known by its operating name, East Durham Community Initiatives Limited

##### ***The charity's areas operation and UK charitable registration.***

The charity is registered in England & Wales with the Charity Commission in England & Wales (CCEW) with charity number 701917

##### ***Legal structure of the charity***

The charity is constituted as a company limited by guarantee, registered under the Companies Acts. The governing document of the charity is the Memorandum and Articles of Association establishing the company under company legislation.

There are no restrictions in the governing documents on the operation of the Charity or on its investment powers other than those imposed by Charity Law.

By operation of law all, trustees are directors under the Companies Act 2006 and all directors are trustees under Charities legislation and have responsibilities, as such, under both company and charity legislation.

The trustees are all individuals.

## East Durham Community Initiatives Limited

Company Registration Number - 02317743

### Trustees' Annual Report for the year ended 31 March 2020

The principal operating address, telephone number, email and web addresses of the charity are:-

19 Vane Terrace  
Seaham, Co Durham  
SR7 7AU  
Telephone 1915819499 Email Address Web address

The registered office of the charity for Companies Act purposes is the same as the operating address shown above.

The Trustees in office on the date the report was approved were:-

Mr A Chapman (Chairman)  
Mr R Garrigan  
Miss K Miller  
Miss S V Kennedy  
Mrs J McAuliffe

The following persons served as Trustees during the year ended 31 March 2020 :-

The trustees who served as a trustee in the reporting period, and, if applicable, their dates of appointment or resignation during the year were:-.

<i>Name</i>	<i>Appointed</i>	<i>Resigned/Retired</i>
Mr D D Mercer		23.09.2019
Mrs O Guy		15.10.2019
Mr D Brown		15.10.2019
Miss K Miller	22.01.2020	
Miss S V Kennedy	20.11.2019	
Mrs J McAuliffe	20.11.2019	
Mr A Chapman	04.09.2019	

At the Annual General Meeting **David Brown and Olive Guy** retire as trustees permanently.

All the trustees are also members of the charity.

## **East Durham Community Initiatives Limited**

Company Registration Number - 02317743

### **Trustees' Annual Report for the year ended 31 March 2020**

#### **Objects and activities of the charity**

##### ***The purposes of the charity as set out in its governing document.***

To continue to provide housing and support to those who are in need and the running of training programmes and related activities.

To actively seek grant funding for existing community projects and to seek new sources of funding to develop future projects to meet the changing needs of the under supported and vulnerable members of our community.

To be proactive in scanning the shortfalls in statutory obligations by developing community projects to address inequality, social exclusion and to raise the aspirations and quality of life for under supported and vulnerable members of our community.

##### ***The main activities undertaken in relation to those purposes during the year.***

"A number of strategies were employed to achieve the charity's objectives. Within each of these strategies the aims are to:

"Promote our existing services to additional referral sources to maximise the impact for the community and secure additional sources of funding streams;

"Secure ongoing referrals from the main referral sources by seeking and maintaining a network partnership that will meet the aims and objectives of all service users;

#### **Homeless Project: (Homebase)**

- Continue to maintain and pass the high levels of quality standards as stipulated in the Government's Quality Assessment framework to ensure the charity continually meets and exceeds the mandatory contractual requirements on these projects;

- Continue to update our internal quality audit systems to ensure the charity is proactive in a regime of continuous improvement and evaluation of the services we offer and deliver;

- Continue to design and improve our policies and systems to celebrate and promote equality and diversity for charity members, employees and all service users;

- Further positive development of service user involvement by devising and implementing a service user strategy to meet the contractual requirements of the Government's Quality Assessment Framework.

## **East Durham Community Initiatives Limited**

Company Registration Number - 02317743

### **Trustees' Annual Report for the year ended 31 March 2020**

#### ***The main activities undertaken during the year to further the charity's purpose for the public benefit.***

Our main activities and who we try to help are described below. All our charitable activities focus on the provision of housing, support and training and are undertaken to further our charitable purposes for the public benefit.

The elements of public benefit range from:

- Engaging and enhancing the learning opportunities and employment prospects of permanently excluded young people.
- Assisting to reduce anti social behaviour in the community by engaging the service users in positive activities.
- Improving the health and wellbeing of homeless young people in the district, by providing or facilitating accommodation based services that will enhance life and coping skills for them to sustain their own tenancies after periods of intense support.

Who used and benefited from our services?

The area of activity is the provision of housing; Beneficiaries are: 16 to 25 year old female homeless

Housing:

The charity still owns and manages an "at risk young female accommodation". At any one time the charity's accommodation holds 5 young females aged 16 to 25 years old who may be homeless and/or fleeing abuse.

The charity recognises that the revenue stream for this project is limited by the maximum number of bed spaces available. However progress has been made as we have secured a more realistic rent payment for the accommodation provided

We shall continue to support our staff by offering continuous training and counselling that will improve our service delivery to our service users.

The management are investigating the possibility of obtaining external grants with a view of extending our service provision to private landlords, if successful this will not only increase the beneficiaries we can support, but will generate an additional revenue stream.

## **East Durham Community Initiatives Limited**

Company Registration Number - 02317743

### **Trustees' Annual Report for the year ended 31 March 2020**

***How the activities undertaken during the year contributed to the achievement of the aims and objectives.***

**The main achievements and performance of the charity during the year.**

Various performance measurement tools are also used to evaluate the Homeless Projects and again the charity is pleased to announce that in the last financial year we achieved:

**A 98% occupancy rate at the accommodation, with a high proportion of young people moved onto full time education courses or employment, and 89% of our service users were able to continue to sustain their tenancy after the support period with us had ended.**

**Successfully received some small grant funding to assist with the running costs**

**Continued to take steps and actions to reduce overheads to a sustainable level**

***The difference the charity's performance during the year has made to the beneficiaries of the charity.***

Improving the health and wellbeing of homeless young people in the district, by providing or facilitating accommodation based services that will enhance life and coping skills for them to sustain their own tenancies after periods of intense support.

***The degree to which the achievements and performance during the year have benefited wider society.***

Engaging and enhancing the learning opportunities and employment prospects of permanently excluded young people.

Assisting to reduce anti social behaviour in the community by engaging the service users in positive activities.

## **East Durham Community Initiatives Limited**

Company Registration Number - 02317743

### **Trustees' Annual Report for the year ended 31 March 2020**

#### **Structure, governance and management of the charity**

##### ***The methods used to recruit and appoint new charity trustees.***

##### **Recruitment and Appointment of Trustees**

New Trustees have been recruited for our charity, and In accordance with the Articles of Association new positions were nominated. Seconded and voted in to their new roles. Our Articles of association state one member in three must retire at the Annual General Meeting. Accordingly Olive Guy and David Brown retired permanently and sadly our previous Chair man Derek Mercer passed away. The next financial report one member in 3 will retire by rotation and, being eligible, offer themselves for re-election.

No remuneration was paid to the trustees during the year, nor was any expenses reimbursed to them.

##### ***The policies and procedures for the induction and training of trustees.***

All trustees are familiar with the practical work of the charity and have, also, been encouraged to consult the various Charity Commission publications signposted through the Commission's guide "The Essential Trustee" and the information sheets provided on the Commission's website.

In the forthcoming year, the trustees will seek to ensure appropriate training is provided for all members of the Trust and that proposals are brought forward to enhance the potential pool of the trustees. Training of trustees will be led by the Chairman and will cover:

The obligations of trustees.

The main documents which set out the operational framework for the charity including the Constitution.

Resourcing and the current financial position as set out in the latest published accounts.

Future plans and objectives.

## East Durham Community Initiatives Limited

Company Registration Number - 02317743

### Trustees' Annual Report for the year ended 31 March 2020

#### *How the charity makes decisions and how decisions are delegated.*

The board of trustees administers the charity. The board meets every month to discuss topics covering development, membership, finance, operational decisions and audit. A Chairman is appointed by the trustees to manage the day to day operations of the charity. To facilitate effective operations, the Chairman has delegated authority, within terms of delegation approved by the trustees, for operational matters including finance, employment and special project related activity.

Bankers	Barclays Bank, 57 Fawcett Street, Sunderland SR1 1SD
Solicitors	Murray Humphries, 41 Church Street, Seaham, SR7 7EJ
Accountants	Jacs Accountancy Limited, 35 Seaside Lane, Easington Colliery, Peterlee SR8 3PG

#### Financial review

##### *The charity's financial position at the end of the year ended 31 March 2020*

The financial position of the charity at 31 March 2020 and comparatives for the prior period, as more fully detailed in the accounts, can be summarised as follows:-

	2020	2019
	£	£
<b>Net (expenditure)/income</b>	(11,018)	190,942
Unrestricted Revenue Funds available for the general purposes of the charity	13,090	11,184
Unrestricted revaluation reserve	174,877	174,877
<b>Total Unrestricted Funds</b>	<b>187,967</b>	<b>186,061</b>
Restricted Revenue Funds	7,226	20,150
<b>Total Funds</b>	<b>195,193</b>	<b>206,211</b>

##### *Financial review of the position at the reporting date, 31 March 2020 .*

The trustees consider the financial performance by the charity during the year to have been satisfactory.

Specific changes in fixed assets are detailed in the notes to the accounts.

## **East Durham Community Initiatives Limited**

Company Registration Number - 02317743

### **Trustees' Annual Report for the year ended 31 March 2020**

#### ***Policies on reserves.***

The charity's policy is to maintain sufficient liquid reserves to meet its operating costs and obligations for a 3 month period. The current reserves although reduced still meet this policy.

#### ***Availability and adequacy of assets of each of the funds***

The board of trustees is satisfied that the charity's assets in each fund are available and adequate to fulfil its obligations in respect of each fund.

#### ***Investment policy and investment objectives.***

Under the Memorandum and Articles of Association, the charity has the power to invest in any way the trustees wish. The trustees, having regard to the liquidity requirements of operating the charity and to the reserves policy have operated a policy of continuous monitoring and improvement.

#### **Details of The Independent Examiner**

W Knoblauch

Member of F.M.A.A.T.

3 The Elms

Elmfield Road

Newcastle upon Tyne

Tyne and Wear

NE3 4BD



## **East Durham Community Initiatives Limited**

Company Registration Number - 02317743

### **Trustees' Annual Report for the year ended 31 March 2020**

#### **Statement of the Directors' and Trustees' Responsibilities**

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Companies Act 2006, the Charities Act 2011 and the Charities (Accounts and Reports) Regulations 2008. Notwithstanding the explicit requirement in the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008, to prepare the financial statements in accordance with the SORP 2005, in view of the fact that the SORP 2005 has been withdrawn, the Trustees determined to interpret this responsibility as requiring them to follow current best practice and prepare the accounts according to the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), .

In particular, the Companies Act 2006 and charity law require the Board of Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business;

The law requires that the trustees must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for the year.

The Trustees are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are also responsible for the contents of the Trustees' report, and the statutory responsibility of the Independent Examiner in relation to the Trustees' report is limited to examining the report and ensuring that , on the face of the report, there are no material inconsistencies with the figures disclosed in the financial statements.

## **East Durham Community Initiatives Limited**

Company Registration Number - 02317743

### **Trustees' Annual Report for the year ended 31 March 2020**

#### **Method of preparation of accounts - Small company provisions**

The financial statements are set out on pages 12 to 29.

The financial statements have been prepared implementing the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016)

These financial statements have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006. applicable to companies subject to the small companies regime.

This report was approved by the board of trustees on 12 November 2020.

Mr A Chapman  
Director and Trustee

**East Durham Community Initiatives Limited - Statement of Financial Activities for the year ended 31 March 2020**

***Statement of Financial Activities (including the Income and Expenditure Account for the year ended 31 March 2020, as required by the Companies Act 2006)***

	SORP Ref	Current year Unrestricted Funds  2020 £	Current year Restricted Funds  2020 £	Current year Total Funds  2020 £	Prior Year Total Funds  2019 £
<b>Income &amp; Endowments from:</b>					
Donations & Legacies	A1	6	13,846	<b>13,852</b>	45,835
Charitable activities	A2	111,549	-	<b>111,549</b>	103,978
Investments	A4	7,775	-	<b>7,775</b>	7,814
<b>Total income</b>	<b>A</b>	<b>119,330</b>	<b>13,846</b>	<b>133,176</b>	<b>157,627</b>
<b>Expenditure on:</b>					
Raising funds	B1	-	-	-	202
Charitable activities	B2	117,424	26,770	<b>144,194</b>	139,960
Other	B3	-	-	-	1,400
<b>Total expenditure</b>	<b>B</b>	<b>117,424</b>	<b>26,770</b>	<b>144,194</b>	<b>141,562</b>
<b>Net (expenditure)/income for the year</b>		<b>1,906</b>	<b>(12,924)</b>	<b>(11,018)</b>	<b>16,065</b>
<b>Net income after transfers</b>	<b>A-B-C</b>	<b>1,906</b>	<b>(12,924)</b>	<b>(11,018)</b>	<b>16,065</b>
<b>Other recognised gains/(losses)</b>					
Net gains on revaluation of fixed assets	D1	-	-	-	174,877
<b>Net movement in funds</b>		<b>1,906</b>	<b>(12,924)</b>	<b>(11,018)</b>	<b>190,942</b>
<b>Reconciliation of funds:-</b>					
<b>Total funds brought forward</b>	<b>E</b>	186,061	20,150	<b>206,211</b>	15,269
<b>Total funds carried forward</b>		<b>187,967</b>	<b>7,226</b>	<b>195,193</b>	<b>206,211</b>

The 'SORP Ref' indicated above is the classification of income set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the Balance Sheet.

A Statement of Total Recognised Gains and Losses is included as a primary statement in these accounts.

All activities derive from continuing operations

**The notes attached on pages 19 to 29 form an integral part of these accounts.**

**East Durham Community Initiatives Limited - Statement of Financial Activities for the year ended 31 March 2020**

**East Durham Community Initiatives Limited - Analysis of prior year total funds, as required by paragraph 4.2 of the SORP**

	SORP Ref	Prior Year Unrestricted Funds 2019 £	Prior Year Restricted Funds 2019 £	Prior Year Total Funds 2019 £
<b>Income from:</b>				
Donations & Legacies	A1	20,000	25,835	<b>45,835</b>
Charitable activities	A2	103,978	-	<b>103,978</b>
Investments	A4	7,814	-	<b>7,814</b>
<b>Total income</b>	<b>A</b>	<b>131,792</b>	<b>25,835</b>	<b>157,627</b>
<b>Expenditure on:</b>				
Raising funds	B1	202	-	<b>202</b>
Charitable activities	B2	134,275	5,685	<b>139,960</b>
Other	B3	1,400	-	<b>1,400</b>
<b>Total expenditure</b>	<b>B</b>	<b>135,877</b>	<b>5,685</b>	<b>141,562</b>
<b>Net income for the year</b>		<b>(4,085)</b>	<b>20,150</b>	<b>16,065</b>
<b>Net income after transfers</b>		<b>(4,085)</b>	<b>20,150</b>	<b>16,065</b>
<b>Other recognised gains/(losses)</b>				
Net gains on revaluation of fixed assets	D1	174,877	-	<b>174,877</b>
<b>Net movement in funds</b>		<b>170,792</b>	<b>20,150</b>	<b>190,942</b>
<b>Reconciliation of funds:-</b>	<b>E</b>			
<b>Total funds brought forward</b>		<b>15,269</b>	<b>-</b>	<b>15,269</b>
<b>Total funds carried forward</b>		<b>186,061</b>	<b>20,150</b>	<b>206,211</b>

**All activities derive from continuing operations**

A Statement of Total Recognised Gains and Losses is included in these accounts as a separate primary statement

**The notes attached on pages 19 to 29 form an integral part of these accounts.**

**East Durham Community Initiatives Limited - Statement of Financial Activities for the year ended 31 March 2020**

**Statement of Total Recognised Gains and Losses for the year ended 31 March 2020**

	2020 £	2019 £
<b>(Deficit)/surplus for the year :-</b>		
Net excess of expenditure over income from operations before tax	(16,703)	18,865
Realised losses on the disposal of tangible fixed assets	-	(1,400)
<b><i>Income from operations before tax in the Statement of Financial Activities</i></b>	<b>(16,703)</b>	<b>17,465</b>
<b><i>Add/(deduct) non income and expenditure items:-</i></b>		
Gains on the revaluation of tangible fixed assets	-	174,877
<b>Net Movement in funds before taxation</b>	<b>(16,703)</b>	<b>192,342</b>
<b>Funds generated in the year as shown on Statement of Financial Activities</b>	<b>(16,703)</b>	<b>192,342</b>

The notes attached on pages 19 to 29 form an integral part of these accounts.

**East Durham Community Initiatives Limited - Resources applied in the year ended 31 March 2020 towards fixed assets for Charity use:-**

	2020 £	2019 £
Funds generated in the year as detailed in the SOFA	(11,018)	190,942
Resources applied on functional fixed assets	-	(2,600)
<b>Net resources available to fund charitable activities</b>	<b>(11,018)</b>	<b>188,342</b>

The notes attached on pages 19 to 29 form an integral part of these accounts.

**East Durham Community Initiatives Limited - Statement of Financial Activities for the year ended 31 March 2020**

**Movements in revenue and capital funds for the year ended 31 March 2020**

**Revenue accumulated funds**

	<b>Unrestricted Funds 2020 £</b>	<b>Restricted Funds 2020 £</b>	<b>Total Funds 2020 £</b>	<b>Last year Total Funds 2019 £</b>
Accumulated funds brought forward	11,184	20,150	31,334	<b>15,269</b>
Recognised gains and losses before transfers	1,906	(12,924)	(11,018)	16,065
	<b>13,090</b>	<b>7,226</b>	<b>20,316</b>	<b>31,334</b>

**Closing revenue funds**

<b>13,090</b>	<b>7,226</b>	<b>20,316</b>	<b>31,334</b>
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**Revaluation Reserve Fund**

	<b>Unrestricted Funds 2020 £</b>	<b>Restricted Funds 2020 £</b>	<b>Total Funds 2020 £</b>	<b>Last year Total Funds 2019 £</b>
At 1 April	174,877	-	<b>174,877</b>	-
Net gains on revaluation of fixed assets	-	-	-	174,877
<b>At 31 March</b>	<b>174,877</b>	<b>-</b>	<b>174,877</b>	<b>174,877</b>

**Summary of funds**

	<b>Unrestricted and Designated funds 2020 £</b>	<b>Restricted Funds 2020 £</b>	<b>Total Funds 2020 £</b>	<b>Last Year Total Funds 2019 £</b>
Revenue accumulated funds	13,090	7,226	<b>20,316</b>	31,334
Revaluation reserve fund	174,877	-	<b>174,877</b>	174,877
<b>Total funds</b>	<b>187,967</b>	<b>7,226</b>	<b>195,193</b>	<b>206,211</b>

The notes attached on pages 19 to 29 form an integral part of these accounts.

**East Durham Community Initiatives Limited - Statement of Financial Activities for the year ended 31 March 2020**

**East Durham Community Initiatives Limited  
Income and Expenditure Account for the year ended 31 March 2020 as required by the Companies Act 2006**

	2020 £	2019 £
<b><i>Income</i></b>		
Income from operations	125,401	149,813
Investment income		
Income from investments, other than interest receivable	7,720	7,750
Interest receivable	55	64
<b>Gross income in the year before exceptional items</b>	<b>133,176</b>	<b>157,627</b>
<b>Gross income in the year including exceptional items</b>	<b>133,176</b>	<b>157,627</b>
<b><i>Expenditure</i></b>		
Charitable expenditure, excluding depreciation and amortisation	143,488	139,254
Depreciation and amortisation	456	456
Fundraising costs	-	202
Governance costs	250	250
Realised losses on disposals of social investments which are programme related	-	-
Realised losses on disposals of tangible fixed assets held for the charity's own use	-	1,400
<b>Total expenditure in the year</b>	<b>144,194</b>	<b>141,562</b>
<b>Net income before tax in the financial year</b>	<b>(11,018)</b>	<b>16,065</b>
Tax on surplus on ordinary activities	-	-
<b>Net income after tax in the financial year</b>	<b>(11,018)</b>	<b>16,065</b>
<b>Retained surplus for the financial year</b>	<b>(11,018)</b>	<b>16,065</b>

All activities derive from continuing operations

In accordance with the provisions of the Companies Act 2006, the headings and subheadings used in the Income and Expenditure account have been adapted to reflect the special nature of the charity's activities.

**The notes attached on pages 19 to 29 form an integral part of these accounts.**

# East Durham Community Initiatives Limited - Balance Sheet as at 31 March 2020

	SORP		2020	2019
	Note	Ref	£	£
<b>Fixed assets</b>		A		
Tangible assets	11	A2	186,119	186,575
<b>Current assets</b>		B		
Cash at bank and in hand		B4	15,488	21,766
<b>Creditors: amounts falling due within one year</b>	12	C1	<u>(6,414)</u>	<u>(2,130)</u>
<b>Net current assets</b>			9,074	19,636
<b>The total net assets of the charity</b>			<u>195,193</u>	<u>206,211</u>
<b>The total net assets of the charity are funded by the funds of the charity, as follows:-</b>				
<b>Restricted funds</b>				
Restricted Revenue Funds	18	D2	7,226	20,150
<b>Unrestricted Funds</b>				
Unrestricted Revenue Funds	18	D3	13,090	11,184
Unrestricted Revaluation Reserve	18	D4	<u>174,877</u>	<u>174,877</u>
			187,967	186,061
<b>Designated Funds</b>				
<b>Total charity funds</b>			<u>195,193</u>	<u>206,211</u>

The 'SORP Ref' indicated above is the classification of Balance Sheet items as set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the SOFA..

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The member has not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The charity is subject to Independent Examination under charity legislation, and the report of the Independent Examiner is on page 11.

The financial statements have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006, applicable to companies subject to the small companies regime.

**Mr A Chapman**

Trustee

Approved by the board of trustees on 12 November 2020

**The notes attached on pages 19 to 29 form an integral part of these accounts.**



# East Durham Community Initiatives Limited

## Notes to the Accounts for the year ended 31 March 2020

### 1 Accounting policies

#### *Policies relating to the production of the accounts.*

##### **Basis of preparation and accounting convention**

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016) and 'FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), published by the Charity Commission in England & Wales (CCEW) , effective January 2016, , and in accordance with all applicable law in the charity's jurisdiction of registration, except that the charity has prepared the financial statements in accordance with the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), in preference to the previous SORP, the SORP 2005, which has been withdrawn, notwithstanding the fact that the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008 refer explicitly to the SORP 2005. This has been done to accord with current best practice.

##### **Risks and future assumptions**

The charity is a public benefit entity.

#### *Policies relating to categories of income and income recognition.*

##### **Nature of income**

Gross income represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

##### **Categories of Income**

Income is categorised as income from exchange transactions (contract income) and income from non-exchange transactions (gifts), investment income and other income.

**Income from exchange transactions** is received by the charity for goods or services supplied under contract or where entitlement is subject to fulfilling performance related conditions. The income the charity receives is approximately equal in value to the goods or services supplied by the charity to the purchaser.

**Income from a non-exchange transaction** is where the charity receives value from the donor without providing equal value in exchange, and includes donations of money, goods and services freely given without giving equal value in exchange.

##### **Income recognition**

Income, whether from exchange or non exchange transactions, is recognised in the statement of financial activities (SOFA) on a receivable basis, when a transaction or other event results in an increase in the charity's assets or a reduction in its liabilities and only when the charity has legal entitlement, the income is probable and can be measured reliably.

Income subject to terms and conditions which must be met before the charity is entitled to the resources is not recognised until the conditions have been met.

All income is accounted for gross, before deducting any related fees or costs.

# East Durham Community Initiatives Limited

## Notes to the Accounts for the year ended 31 March 2020

### ***Policies relating to expenditure on goods and services provided to the charity.***

#### **Recognition of liabilities and expenditure**

A liability, and the related expenditure, is recognised when a legal or constructive obligation exists as a result of a past event, and when it is more likely than not that a transfer of economic benefits will be required in settlement, and when the amount of the obligation can be measured or reliably estimated..

Liabilities arising from future funding commitments and constructive obligations, including performance related grants, where the timing or the amount of the future expenditure required to settle the obligation are uncertain, give rise to a provision in the accounts, which is reviewed at the accounting year end. The provision is increased to reflect any increases in liabilities, and is decreased by the utilisation of any provision within the period, and reversed if any provision is no longer required. These movements are charged or credited to the respective funds and activities to which the provision relates.

### ***Policies relating to assets, liabilities and provisions and other matters.***

#### ***Tangible fixed assets***

Tangible fixed assets are measured at their original cost value, or subsequent revaluation, or if donated, as described above. Cost value includes all costs expended in bringing the asset into its intended working condition.

Depreciation has been provided at the following rates in order to write off the assets to their anticipated residual value over their estimated useful lives.

Freehold premises	2 % straight line
Plant and machinery	25 % straight line
Motor vehicles	25 % straight line

#### **Debtors**

Debtors are measured at their recoverable amounts at the balance sheet date.

#### **Fund Accounting**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal or as implied by law.

# East Durham Community Initiatives Limited

## Notes to the Accounts for the year ended 31 March 2020

### 2 Liability to taxation

The Trustees consider that the charity satisfies the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by chapter 3 part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively on the specific charitable objects of the charity and for no other purpose. Value Added Tax is not recoverable by the charity, and is therefore included in the relevant costs in the Statement of Financial Activities.

### 3 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

### 4 Significance of financial instruments to the charity's position

There are no significant implications of such matters.

### 5 Net (deficit)/surplus before tax in the financial year

	2020 £	2019 £
The net (deficit)/surplus before tax in the financial year is stated after charging:-		
Depreciation of owned fixed assets	456	456
Pension costs	1,092	122

### 6 Gains and losses on revaluation of fixed and intangible assets

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
<b>Revaluation of :-</b>				
Property		-	-	174,877
	-	-	-	174,877

### 7 The contribution of volunteers

The arrangements with volunteers are difficult to value precisely in monetary terms and have not been recognised in the Statement of Financial Activities. The volunteers and the charity accept and agree that no contract of employment is created by these arrangements.

# East Durham Community Initiatives Limited

## Notes to the Accounts for the year ended 31 March 2020

### 8 Staff costs and emoluments

<b>Salary costs</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Gross Salaries excluding trustees and key management personnel	113,668	121,754
Employer's operating costs of defined contribution pension schemes	1,092	122
<b>Total salaries, wages and related costs</b>	<b>114,760</b>	<b>121,876</b>

<b>Numbers of full time employees or full time equivalents</b>	<b>2020</b>	<b>2019</b>
The average number of total staff employed in the year was	7	8
The average number of part time staff employed in the year was	6	7
The average number of full time staff employed in the year was	1	1
The estimated full time equivalent number of all staff employed in the year was	7	8

#### **The estimated equivalent number of full time staff deployed in different activities in the year was:-**

Engaged on charitable activities	5	6
Engaged on fundraising activities	1	1
Engaged on management and administration	1	1
<b>The estimated full time equivalent number of all staff employed as above</b>	<b>7</b>	<b>8</b>

Neither the trustees nor any persons connected with them have received any remuneration from the charity or any related entity, either in the current or prior year.

No employees received emoluments (excluding pension costs) in excess of £60,000 per annum.

Highest paid employee

The remuneration in the year year was	25,870	23,426
<b>Total remuneration package included in total salaries above</b>	<b>25,870</b>	<b>23,426</b>

### 9 Defined contribution pension schemes

The charity operates a defined contribution pension scheme, the costs of which are shown above.

Any liabilities and assets associated with the scheme are shown under debtors and creditors.

### 10 Remuneration and payments to Trustees and persons connected with them

No trustees or persons connected with them received any remuneration from the charity, or any related entity.

## East Durham Community Initiatives Limited

### Notes to the Accounts for the year ended 31 March 2020

#### 11 Tangible fixed assets

	Land and Buildings	Plant & Machinery	Motor Vehicles	Total
	£	£	£	£
<b>Cost</b>				
At 1 April 2019	200,000	34,554	-	234,554
<b>At 31 March 2020</b>	<b>200,000</b>	<b>34,554</b>	<b>-</b>	<b>234,554</b>
<b>Depreciation</b>				
At 1 April 2019	13,425	34,554	-	47,979
Charge for the year	456	-	-	456
<b>At 31 March 2020</b>	<b>13,881</b>	<b>34,554</b>	<b>-</b>	<b>48,435</b>
<b>Net book value</b>				
At 31 March 2020	<b>186,119</b>	<b>-</b>	<b>-</b>	<b>186,119</b>
At 31 March 2019	<b>186,575</b>	<b>-</b>	<b>-</b>	<b>186,575</b>

#### *Freehold land and buildings included above:*

	2020	2019
	£	£
Historical cost	25,123	25,123
Cumulative depreciation based on historical cost	13,881	13,425

#### 12 Creditors: amounts falling due within one year

	2020	2019
	£	£
Trade creditors	1,492	900
Accruals	3,120	578
PAYE, NIC VAT and other taxes	1,802	652
	<b>6,414</b>	<b>2,130</b>

#### 13 Loans to trustees included in debtors

During the period there was no loans made to Trustees.

#### 14 Guarantees made by the charity on behalf of trustees

## **East Durham Community Initiatives Limited**

### **Notes to the Accounts for the year ended 31 March 2020**

During the period there was no guarantees made by the charity on behalf of Trustees.

# East Durham Community Initiatives Limited

## Notes to the Accounts for the year ended 31 March 2020

### 15 Revaluation reserve

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
<b>At 1 April 2019</b>	174,877	-	174,877	-
Arising on revaluation during the year	-	-	-	174,877
<b>At 31 March 2020</b>	<b>174,877</b>	<b>-</b>	<b>174,877</b>	<b>174,877</b>

### 16 Income and Expenditure account summary

	2020 £	2019 £
<b>At 1 April 2019</b>	31,334	15,269
(Loss)/surplus after tax for the year	(11,018)	16,065
<b>At 31 March 2020</b>	<b>20,316</b>	<b>31,334</b>

### 17 Particulars of how particular funds are represented by assets and liabilities

<b>At 31 March 2020</b>	Unrestricted funds £	Designated funds £	Restricted funds £	Total Funds £
Tangible Fixed Assets	186,119	-	-	186,119
Current Assets	8,262	-	7,226	15,488
Current Liabilities	(6,414)	-	-	(6,414)
	<b>187,967</b>	<b>-</b>	<b>7,226</b>	<b>195,193</b>

  

<b>At 1 April 2019</b>	Unrestricted funds £	Designated funds £	Restricted funds £	Total Funds £
Tangible Fixed Assets	186,575	-	-	186,575
Current Assets	1,616	-	20,150	21,766
Current Liabilities	(2,130)	-	-	(2,130)
	<b>186,061</b>	<b>-</b>	<b>20,150</b>	<b>206,211</b>

## East Durham Community Initiatives Limited

### Notes to the Accounts for the year ended 31 March 2020

#### 18 Change in total funds over the year as shown in Note 17 , analysed by individual funds

	Funds brought forward from 2019	Movement in funds in 2020	Transfers between funds in 2020	Funds carried forward to 2021
	£	See Note 19 £	See Note 0 £	£
<b>Unrestricted and designated funds:-</b>				
Unrestricted Revenue Funds	11,184	1,906	-	<b>13,090</b>
Unrestricted Revaluation Reserve	174,877	-	-	<b>174,877</b>
<b>Total unrestricted and designated funds</b>	<b>186,061</b>	<b>1,906</b>	<b>-</b>	<b>187,967</b>
<b>Restricted funds:-</b>				
Rothley Trust	150	(150)	-	-
Virgin Money	20,000	(20,000)	-	-
Groundwork Trust	-	7,266	-	<b>7,266</b>
<b>Total restricted funds</b>	<b>20,150</b>	<b>(12,884)</b>	<b>-</b>	<b>7,266</b>
<b>Total charity funds</b>	<b>206,211</b>	<b>(10,978)</b>	<b>-</b>	<b>195,233</b>

#### 19 Analysis of movements in funds over the year as shown in Note 18

	Income	Expenditure	Other Gains & Losses	Movement in funds
	2020 £	2020 £	2020 £	2020 £
<b>Unrestricted and designated funds:-</b>				
Unrestricted Revenue Funds	119,330	(117,424)	-	1,906
Unrestricted Revaluation Reserve	-	-	-	-
<b>Restricted funds:-</b>				
Rothley Trust	-	(150)	-	(150)
Joicey Trust	4,000	(4,000)	-	-
Virgin Money	-	(20,000)	-	(20,000)
Woodland Trust	870	(870)	-	-
Help the Homeless	1,550	(1,550)	-	-
Groundwork Trust	7,266	(40)	-	7,226
CCDF	160	(160)	-	-
	<b>133,176</b>	<b>(144,194)</b>	<b>-</b>	<b>(11,018)</b>

Gains and losses are detailed in notes 6,0, 0, 0 and 0



## East Durham Community Initiatives Limited

### Notes to the Accounts for the year ended 31 March 2020

#### 20 The purposes for which the funds as detailed in note 18 are held by the charity are:-

##### **Unrestricted and designated funds:-**

Unrestricted Revenue Funds	These funds are held for the meeting the objectives of the charity, and to provide reserves for future activities, and , subject to charity legislation, are free from all restrictions on their use.
Unrestricted Revaluation Reserve	This fund represents the unrestricted surplus arising on the revaluation of the charity's assets.
Designated Fixed Asset Funds	The purpose of these funds is described under the accounting policy 'Accounting for capital grants and fixed asset funds'.

##### **Restricted funds:-**

Restricted Fixed Asset Funds	The purpose of these funds is described under the accounting policy 'Accounting for capital grants and fixed asset funds'.
Restricted Revaluation Reserve	This fund represents the restricted surplus arising on the revaluation of the charity's assets.
Virign Money	To cover salary costs for one year starting April 2019 - March 2020

#### 21 Ultimate controlling party

The charity is under the control of its legal members.

**Every member of the charity is obliged to contribute such amount as may be required not exceeding £1 to the assets of the company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.**

## East Durham Community Initiatives Limited

Detailed analysis of income and expenditure for the year ended 31 March 2020 as required by the SORP 2015

*This analysis is classified by conventional nominal descriptions and not by activity.*

### 22 Donations and Legacies

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
<b>Revenue grants and donations from non public bodies</b>				
Rothley Trust	-	-	-	900
Garfield Western	-	-	-	20,000
Leeds Building Society	-	-	-	935
Joicey Trust	-	4,000	4,000	4,000
Virgin Money	-	-	-	20,000
Woodland Trust	-	870	870	-
Help the Homeless	-	1,550	1,550	-
Groundworks	-	7,266	7,266	-
CDCF	-	160	160	-
Sundry donations	6	-	6	-
<b>Total private sector revenue grants</b>	<b>6</b>	<b>13,846</b>	<b>13,852</b>	<b>45,835</b>
<b>Total Donations and Legacies</b>	<b>A1 6</b>	<b>13,846</b>	<b>13,852</b>	<b>45,835</b>

### 23 Income from charitable activities - Trading Activities

	Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
<b>Primary purpose and ancillary trading</b>				
Sale of goods and services in accordance with the charity's objects	40,265	-	40,265	32,694
<b>Total Primary purpose and ancillary trading</b>	<b>40,265</b>	<b>-</b>	<b>40,265</b>	<b>32,694</b>

### 24 Charitable income from funders

Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
--	--	--	--

## East Durham Community Initiatives Limited

### Detailed analysis of income and expenditure for the year ended 31 March 2020 as required by the SORP 2015

#### Contractual payments from public bodies to fund charitable activities

DCC Supporting Grants	71,284	-	71,284	71,284
<b>Total contractual payments from public bodies</b>	<b>71,284</b>	<b>-</b>	<b>71,284</b>	<b>71,284</b>
<b>Total Charitable income from funders</b>	<b>71,284</b>	<b>-</b>	<b>71,284</b>	<b>71,284</b>

#### 25 Total Income from charitable activities

	Current year Unrestricted Funds £ 2020	Current year Restricted Funds £ 2020	Current year Total Funds £ 2020	Prior Year Total Funds £ 2019
Total income from charitable trading	40,265	-	40,265	32,694
Total Charitable income from funders	71,284	-	71,284	71,284
<b>Total from charitable activities</b>	<b>A2 111,549</b>	<b>-</b>	<b>111,549</b>	<b>103,978</b>

#### 26 Investment income

	Current year Unrestricted Funds £ 2020	Current year Restricted Funds £ 2020	Current year Total Funds £ 2020	Prior Year Total Funds £ 2019
Property Rental Income	7,720	-	7,720	7,750
Bank Interest Receivable	55	-	55	64
<b>Total investment income</b>	<b>A4 7,775</b>	<b>-</b>	<b>7,775</b>	<b>7,814</b>

#### 27 Expenditure on charitable activities - Direct spending

	Current year Unrestricted Funds £ 2020	Current year Restricted Funds £ 2020	Current year Total Funds £ 2020	Prior Year Total Funds £ 2019
Rent Paid	3,325	-	3,325	-
<b>Total direct spending</b>	<b>B2£ 3,325</b>	<b>-</b>	<b>3,325</b>	<b>-</b>

#### 28 Expenditure on charitable activities - Charitable trading

	Current year Unrestricted Funds £ 2020	Current year Restricted Funds £ 2020	Current year Total Funds £ 2020	Prior Year Total Funds £ 2019
Reallocated from support costs	135,574	5,045	140,619	139,710
<b>Total charitable trading costs</b>	<b>B2b 135,574</b>	<b>5,045</b>	<b>140,619</b>	<b>139,710</b>

## East Durham Community Initiatives Limited

Detailed analysis of income and expenditure for the year ended 31 March 2020 as required by the SORP 2015

### 29 Support costs for charitable activities

	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
	2020	2020	2020	2019
	£	£	£	£
<b>Employee costs not included in direct costs</b>				
Salaries - Administrative staff	93,668	20,000	113,668	121,754
Defined contribution pension cost - administrative staff	1,092	-	1,092	122
Training and welfare - staff	139	-	139	193
Payroll fees and charges	797	-	797	546
Travel and subsistence - staff	379	-	379	109
<b>Premises Expenses</b>				
Rates and water charges	1,717	-	1,717	1,636
Light heat and power	6,643	-	6,643	4,416
Cleaning and waste management	1,511	-	1,511	1,287
Premises repairs, renewals and maintenance	1,044	6,730	7,774	2,935
Property insurance	1,264	-	1,264	2,160
<b>Administrative overheads</b>				
Telephone, fax and internet	1,620	-	1,620	1,625
Postage	60	-	60	40
Stationery and printing	694	-	694	473
Membership subscriptions	450	-	450	499
Sundry expenses	174	40	214	108
<b>Professional fees paid to advisors other than the auditor or examiner</b>				
Accountancy fees other than examination or audit fees	1,338	-	1,338	969
Management fees	418	-	418	-
Other legal and professional	97	-	97	-
<b>Financial costs</b>				
Bank charges	288	-	288	382
Depreciation & Amortisation in total for the	456	-	456	456
<b>Support costs before reallocation</b>	<b>113,849</b>	<b>26,770</b>	<b>140,619</b>	<b>139,710</b>
<b>Less support costs reallocated to specific activities</b>				
To charitable trading costs	(135,574)	(5,045)	(140,619)	(139,710)
<b>Total support costs</b>	<b>(21,725)</b>	<b>21,725</b>	<b>-</b>	<b>-</b>

The basis of allocation of costs between activities is described under accounting policies

### 30 Other Expenditure - Governance costs

	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
	2020	2020	2020	2019
	£	£	£	£
Independent Examiner's fees	250	-	250	250
<b>Total Governance costs</b>	<b>250</b>	<b>-</b>	<b>250</b>	<b>250</b>

**East Durham Community Initiatives Limited**

**Detailed analysis of income and expenditure for the year ended 31 March 2020 as required by the SORP 2015**

## East Durham Community Initiatives Limited

Detailed analysis of income and expenditure for the year ended 31 March 2020 as required by the SORP 2015

### 31 Total Charitable expenditure

		Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Total direct spending	<b>B2a</b>	3,325	-	<b>3,325</b>	-
Total charitable trading costs	<b>B2b</b>	135,574	5,045	<b>140,619</b>	139,710
Total support costs	<b>B2d</b>	(21,725)	21,725	-	-
Total Governance costs	<b>B2e</b>	250	-	<b>250</b>	250
<b>Total charitable expenditure</b>	<b>B2</b>	<b>117,424</b>	<b>26,770</b>	<b>144,194</b>	<b>139,960</b>

### 32 Expenditure on raising funds and costs of investment management

		Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Cost of fundraising activities		-	-	-	202
<b>Total fundraising costs</b>	<b>B1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>202</b>

### 33 Gains and losses on fixed asset disposals and summary of impairments

		Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Realised losses on disposals of tangible fixed assets held for the charity's own use		-	-	-	<b>1,400</b>
<b>Total losses</b>	<b>B3</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,400</b>

### 34 Total of other expenditure

		Current year Unrestricted Funds 2020 £	Current year Restricted Funds 2020 £	Current year Total Funds 2020 £	Prior Year Total Funds 2019 £
Total other expenses and costs		-	-	-	1,400
<b>Total other expenditure</b>	<b>B3</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,400</b>



***Independent examiner's report to the Trustees of***

***EAST DURHAM COMMUNITY INITIATIVES LTD***

I report to the charity trustees on my examination of the accounts of the company for the year ended 31st March 2020.

***Responsibilities and basis of report***

As the charity's trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 (the '2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

***Independent examiner's report***

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 company as required by section 386 of the 2006 Act or
- (2) the accounts do not accord with those accounting records; or
- (3) the accounts 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 accounts 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.

Signed:.....

Name: W Knoblauch  
(FMAAT)

Address: 3 The Elms  
Parker Avenue  
Newcastle upon Tyne  
NE3 4BD

Date: 20 January 2021