

REGISTERED COMPANY NUMBER: 03264709 (England and Wales)  
REGISTERED CHARITY NUMBER: 1060934

**Report of the Trustees and  
Unaudited Financial Statements  
for the Year Ended 31st July 2020  
for  
PROJECT CHALLENGE**

Riley & Co Limited  
Chartered Accountants  
52 St Johns Lane  
Halifax  
West Yorkshire  
HX1 2BW

**PROJECT CHALLENGE**

**Contents of the Financial Statements  
for the Year Ended 31st July 2020**

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**Report of the Trustees  
for the Year Ended 31st July 2020**

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st July 2020. The trustees have adopted the provisions of 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 2019).

## **OBJECTIVES AND ACTIVITIES**

### **Objectives and aims**

The Charity's objectives are:

**To advance the education of disaffected young people in West Yorkshire between the ages of 16 and 19, who are unemployed, or lacking in qualifications, or at risk of persistent anti-social behaviour, or offending, by the provision of programmes of outdoor education other training and challenging activities to improve their personal and social skills.**

### **Public benefit**

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.

## **ACHIEVEMENT AND PERFORMANCE**

### **Charitable activities**

The project receives core funding for all the programmes from Calderdale College under a Study Programme sub contract. This ran from August 2019 to July 2020.

The project was successful in obtaining funding from Calderdale College to support young people with Higher Needs Additional Learning (EHCPs). The funding has enabled the Project to continue with its key services and develop additional services for those most vulnerable young people.

### **Staffing**

The company employed from its funding, the following full and part time employees:

- Operations Manager	Part time 0.6
- Business Manager	Full time
- Functional Skills Tutor - Maths	Part time 0.8
- Functional Skills Tutor - English	Part time 0.6
- Project Challenge Youth/Support Worker	Full time
- ACTIV8 Co-ordinator	Full time
- ACTIV8 Youth Support/Worker	Full time
- N'Gage Youth Support/Worker	Full time
- Additional Learning Needs Support	Part time 0.8

In addition the company commissioned two freelance workers in support of Functional Skills and to oversee Quality Assurance and external verification.

Report of the Trustees  
for the Year Ended 31st July 2020

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**ACHIEVEMENT AND PERFORMANCE**

**Covid 19**

**Effects Operational and Financial**

By November 2019 Project Challenge had already predicted that funding for the academic year would run out due to the number of referrals and the increase in the number of learners with an Education Health Care Plan EHCP. The College was approached but said no more additional funding was available.

Aspire-igen, a previous funder, was contacted in February and PC had just completed due diligence when lockdown on 23.3.20 happened. The Aspire-igen contract was never signed. The College contract had been exhausted.

Young people reverted to home learning. As learners began to complete their programmes of learning and a downturn in work, staff were furloughed until June. Nationally, accredited learning switched to Centre Assessed Grades (CAGing) rather than external examinations. This took place and then staff were furloughed until the end of the academic and financial year.

Calderdale MBC, as landlord of Orange Box closed the building but did not charge rent for the period.

As part of the reconciliation process PC did not meet the 73% Functional Skills success criteria and therefore the 5% refund of the management fee was not paid for the first time in the history of the College contract.

**Looking Ahead - Future Plans**

As part of a cost cutting exercise the Board investigated redundancy and the Operations Manager volunteered. The FS maths teacher, on maternity leave was covered by a 0.6 post, and agreed to reduce hours to this on return. The ALS Support had previously left and was not replaced. One of the freelancers shielded from the beginning of the lockdown and reported they were unlikely to return.

It is aimed with a smaller staff team to consolidate its offer to 2 vocational programmes for 20/21. This is also beneficial as Public Services has a new spec and needs rewriting.

**FINANCIAL REVIEW**

**Financial position**

The charity has received income of £255,937 (2019: £348,819) and incurred expenditure of £307,048 (2019: £319,652) In the year, leaving a deficit for the year of £51,111 (2019: £29,167 surplus).

The Board acknowledges the deficit of £51,111. In response to this it has to be acknowledged that in 2018/19 there was a surplus of £29,167, so across the two years the total deficit was £21,944.

Going forward into 2021 the following has been put in place to rectify the situation;

- Staffing decisions have been made, including a redundancy and reduction in hours
- Monthly real time figures against a 12-month budget are now reported to the Management Board in a timely manner every month
- A more substantial contract for young people in receipt of Education Health Care Plans - (EHCP) was secured - this increased from £60,000 to £140,000

The Management accounts produced to January 2021 and the projection to July 2021 shows the charity to be solvent and the trustees consider that it will remain so moving forward.

**Report of the Trustees  
for the Year Ended 31st July 2020**

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**FINANCIAL REVIEW**

**Principal funding sources**

**Calderdale College Core Funding**

Funding bands have again remained static and this continues to prove to be an issue for the project. With an unpredictable client group it is difficult to manage both success factors and whether they will remain on full time programmes once enrolled which draws down maximum funding rates. The College funding was predicted to be exhausted by March 2020 and additional monies requested in advance of this. This was again refused on the basis that the College had identified all their remaining resources within their own provision. It was identified that this may be the case for every academic year and the question of additional funding for Project Challenge will only be discussed once College efficiencies are complete.

The project remains to be the sole deliverer of Study Programme for Calderdale and benefits this with a roll on/off programme. However, the client group are those young people who are the most vulnerable and furthest away from the employment market. Again, this year we have continued to see an increase in the number of vulnerable learners from neighbouring authorities and learners from Calderdale, who were previously educated outside of the Borough, as 'alternative' post 16 educational provision is dwindling in their areas. The Local Authority have pledged to retain vulnerable young people as part of future cost cutting plans.

**Orange Box**

The newly refurbished Orange Box in the centre of the town became the new full time home for the Project with the Local Authority the new landlord with effect from the new academic year. Staff and learners have settled well.

**Reserves policy**

The charity aims to maintain a sufficient level of reserves to ensure that uninterrupted services may continue in the event of short term funding problems, funding being withdrawn, redundancy payments and settlement of creditors.

The charity's aim was to have reserves equivalent to 3 months running cash and whilst this criteria was met at the year end with Coronavirus Pandemic affecting the operation of Project Challenge since 23rd March 2020, this aim is now no longer possible.

Projections based on best information for the current year do confirm the principal aims of the charity, but its reserves will be severely depleted, but it will still be viable and a going concern.

The deficit for the year of £51,111 has been retained in unrestricted reserves, these reserves are £88,135 at 31 July 2020.

**FUTURE PLANS**

Project Challenge continues to build a reputation for being a 'specialist' provider for young people with 'high needs' resulting in 3 from out of area specifying our provision in their Education Health Care Plan for 2019/20 and 7 from within Calderdale, all on full time programmes. This is a sharp increase of 33% on the previous year and already there are 18 consultations for 20/21.

There has also been some enquiries for pre-16 programmes.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The charity is a limited company, limited by guarantee, and as such is controlled by its Memorandum and Articles of Association.

**Organisation**

The Articles of Association state that, at every Annual Meeting, one third of the Trustees who are subject to retirement shall retire. Per the Companies Act 2006 the Trustees who retire by rotations shall be those who have served the longest. For those who were appointed on the same day those who retire shall (unless otherwise agreed amongst themselves be determined by majority votes, the Chair will have the casting vote.

The Trustees meet quarterly with the Business Manager informing of major changes/issues by a newsbites email.

Trustees have areas of responsibility and can meet to deal with emerging issues for their area, making decisions that do not need a vote.

Report of the Trustees  
for the Year Ended 31st July 2020

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**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Induction and training of new trustees**

All Trustees receive induction on their appointment to the Board and receive appropriate training during their term of office. They are all in receipt of an enhanced DBS check.

**Related parties**

The Secretary is also the Business Manager of the Project. None of the other Trustees have a beneficial interest in the Company.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

03264709 (England and Wales)

**Registered Charity number**

1060934

**Registered office**

Orangebox  
Blackledge  
Halifax  
West Yorkshire  
HX1 1AF

**Trustees**

P J Wilson CBE Chair  
R A Harvey OBE (appointed 8/7/20)  
D M Horsman MBE  
C G Ratcliffe  
A P Naylor  
N A Earnshaw  
C Eves  
R W Masterson

**Company Secretary**

L M Butterick

**Independent Examiner**

Riley & Co Limited  
Chartered Accountants  
52 St Johns Lane  
Halifax  
West Yorkshire  
HX1 2BW

**Bankers**

Yorkshire Bank PLC  
7 Waterhouse Street  
Halifax  
West Yorkshire  
HX1 1XZ

**Solicitors**

Wilkinson Woodward  
11 Fountain Street  
Halifax  
HX1 1LU

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of Project Challenge for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Report of the Trustees  
for the Year Ended 31st July 2020

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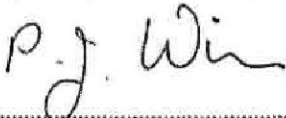
STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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 charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

Approved by order of the board of trustees on 01.04.2021 and signed on its behalf by:



P J Wilson CBE - Trustee

**Independent Examiner's Report to the Trustees of  
Project Challenge (Registered number: 03264709)**

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**Independent examiner's report to the trustees of Project Challenge ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31st July 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 statement**

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of Institute of Chartered Accountants in England and Wales which is one of the listed bodies.

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 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.

Victoria J Atkinson FCA  
Institute of Chartered Accountants in England and Wales  
Riley & Co Limited  
Chartered Accountants  
52 St Johns Lane  
Halifax  
West Yorkshire  
HX1 2BW



Date: 22 April 2021



**PROJECT CHALLENGE**

**Statement of Financial Activities  
(Incorporating an Income and Expenditure Account)  
for the Year Ended 31st July 2020**

	Notes	Unrestricted fund £	Restricted funds £	31/7/20 Total funds £	31/7/19 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	8,301	-	8,301	9,024
<b>Charitable activities</b>	4				
Charitable		247,599	-	247,599	339,755
Investment Income	3	37	-	37	40
<b>Total</b>		<u>255,937</u>	<u>-</u>	<u>255,937</u>	<u>348,819</u>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>	5				
Charitable		307,048	-	307,048	319,652
<b>NET INCOME/(EXPENDITURE)</b>		<u>(51,111)</u>	<u>-</u>	<u>(51,111)</u>	<u>29,167</u>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		139,246	-	139,246	110,079
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>88,135</u></u>	<u><u>-</u></u>	<u><u>88,135</u></u>	<u><u>139,246</u></u>

The notes form part of these financial statements

## PROJECT CHALLENGE (REGISTERED NUMBER: 03264709)

Balance Sheet  
31st July 2020

	Notes	31/7/20 £	31/7/19 £
<b>FIXED ASSETS</b>			
Tangible assets	10	3,190	4,462
<b>CURRENT ASSETS</b>			
Debtors	11	21,997	39,816
Cash at bank and in hand		81,135	104,172
		<u>103,132</u>	<u>143,988</u>
<b>CREDITORS</b>			
Amounts falling due within one year	12	(18,187)	(9,204)
<b>NET CURRENT ASSETS</b>		<u>84,945</u>	<u>134,784</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>88,135</u>	<u>139,246</u>
<b>NET ASSETS</b>		<u>88,135</u>	<u>139,246</u>
<b>FUNDS</b>	15		
Unrestricted funds		88,135	139,246
<b>TOTAL FUNDS</b>		<u>88,135</u>	<u>139,246</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st July 2020.

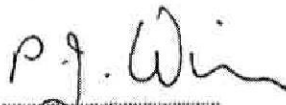
The members have not required the company to obtain an audit of its financial statements for the year ended 31st July 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 11/4/21 and were signed on its behalf by:

  
P J Wilson CBE - Trustee

The notes form part of these financial statements

## PROJECT CHALLENGE

### Notes to the Financial Statements for the Year Ended 31st July 2020

#### 1. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

##### **Income**

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

Income received in advance for the provision of specified services is deferred until the criteria for income recognition are met.

##### **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.

##### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

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

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

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 20% on cost
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost

##### **Taxation**

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

##### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of any restricted fund is included in the notes to the financial statements.

##### **Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**PROJECT CHALLENGE**

**Notes to the Financial Statements - continued  
for the Year Ended 31st July 2020**

**2. DONATIONS AND LEGACIES**

	31/7/20	31/7/19
	£	£
Donations	361	8,024
Grants	7,940	1,000
	<u>8,301</u>	<u>9,024</u>

Grants received, included in the above, are as follows;

	31/7/20	31/7/19
	£	£
Calderdale Community Foundation	2,523	1,000
Calderdale Metropolitan Borough Council	5,417	-
	<u>7,940</u>	<u>1,000</u>

**3. INVESTMENT INCOME**

	31/7/20	31/7/19
	£	£
Deposit account Interest	37	40
	<u>37</u>	<u>40</u>

**4. INCOME FROM CHARITABLE ACTIVITIES**

	31/7/20	31/7/19
	£	£
Service income	213,054	339,755
HMRC Furlough Claims	34,545	-
	<u>247,599</u>	<u>339,755</u>

**5. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Support costs £	Totals £
Charitable	303,656	3,392	307,048
	<u>303,656</u>	<u>3,392</u>	<u>307,048</u>

**6. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	31/7/20	31/7/19
	£	£
Depreciation - owned assets	1,272	4,344
	<u>1,272</u>	<u>4,344</u>

**PROJECT CHALLENGE**

**Notes to the Financial Statements - continued  
for the Year Ended 31st July 2020**

**7. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31st July 2020 nor for the year ended 31st July 2019.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31st July 2020 nor for the year ended 31st July 2019.

**8. STAFF COSTS**

The average monthly number of employees during the year was as follows:

	31/7/20	31/7/19
Direct charitable	9	11
	<u>9</u>	<u>11</u>

No employees received emoluments in excess of £60,000.

The senior management team, of Pete Dawber (made redundant July 2020) and Lorna Butterick have their pay set by the board of trustees and this is reviewed annually. The aggregate total remuneration and redundancy payments, including pension contributions, for these senior management was £87,091 (2019: £71,415).

**9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted fund £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	9,024	-	9,024
<b>Charitable activities</b>			
Charitable	339,755	-	339,755
Investment income	40	-	40
<b>Total</b>	<u>348,819</u>	<u>-</u>	<u>348,819</u>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Charitable	319,652	-	319,652
<b>NET INCOME</b>	<u>29,167</u>	<u>-</u>	<u>29,167</u>
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	110,079	-	110,079
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u><u>139,246</u></u>	<u><u>-</u></u>	<u><u>139,246</u></u>

PROJECT CHALLENGE

Notes to the Financial Statements - continued  
for the Year Ended 31st July 2020

10. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>				
At 1st August 2019 and 31st July 2020	1,381	27,605	40,540	69,526
<b>DEPRECIATION</b>				
At 1st August 2019	276	24,456	40,332	65,064
Charge for year	277	787	208	1,272
At 31st July 2020	553	25,243	40,540	66,336
<b>NET BOOK VALUE</b>				
At 31st July 2020	828	2,362	-	3,190
At 31st July 2019	1,105	3,149	208	4,462

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/7/20 £	31/7/19 £
Prepayments and accrued income	21,997	39,816

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/7/20 £	31/7/19 £
Social security and other taxes	2,803	4,171
Other creditors	2,009	2,416
Accruals and deferred income	13,375	2,617
	18,187	9,204

13. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31/7/20 £	31/7/19 £
Within one year	26,913	26,913
Between one and five years	81,019	106,535
	107,932	133,448

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	31/7/20 Total funds £	31/7/19 Total funds £
Fixed assets	3,190	-	3,190	4,462
Current assets	103,132	-	103,132	143,988
Current liabilities	(18,187)	-	(18,187)	(9,204)
	88,135	-	88,135	139,246

PROJECT CHALLENGE

Notes to the Financial Statements - continued  
for the Year Ended 31st July 2020

15. MOVEMENT IN FUNDS

	At 1/8/19 £	Net movement in funds £	At 31/7/20 £
<b>Unrestricted funds</b>			
General fund	139,246	(51,111)	88,135
<b>TOTAL FUNDS</b>	<u>139,246</u>	<u>(51,111)</u>	<u>88,135</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	255,937	(307,048)	(51,111)
<b>TOTAL FUNDS</b>	<u>255,937</u>	<u>(307,048)</u>	<u>(51,111)</u>

Comparatives for movement in funds

	At 1/8/18 £	Net movement in funds £	At 31/7/19 £
<b>Unrestricted funds</b>			
General fund	110,079	29,167	139,246
<b>TOTAL FUNDS</b>	<u>110,079</u>	<u>29,167</u>	<u>139,246</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	348,819	(319,652)	29,167
<b>TOTAL FUNDS</b>	<u>348,819</u>	<u>(319,652)</u>	<u>29,167</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/8/18 £	Net movement in funds £	At 31/7/20 £
<b>Unrestricted funds</b>			
General fund	110,079	(21,944)	88,135
<b>TOTAL FUNDS</b>	<u>110,079</u>	<u>(21,944)</u>	<u>88,135</u>

PROJECT CHALLENGE

Notes to the Financial Statements - continued  
for the Year Ended 31st July 2020

15. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	604,756	(626,700)	(21,944)
<b>TOTAL FUNDS</b>	<b>604,756</b>	<b>(626,700)</b>	<b>(21,944)</b>

16. RELATED PARTY DISCLOSURES

Plus Public Affairs Limited is owned/managed by K J Butterick, the husband of L Butterick, who is a member of the senior management team.

Amounts were paid during the year to Plus Public Affairs Limited of £9,880 (2019: £24,025), in relation to services for Education and Support workers. There was no balance outstanding at the year end (2019: £Nil).

17. ULTIMATE CONTROLLING PARTY

The charity is under the control of the board of trustees.



**PROJECT CHALLENGE**

**Detailed Statement of Financial Activities  
for the Year Ended 31st July 2020**

	31/7/20 £	31/7/19 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	361	8,024
Grants	7,940	1,000
	<u>8,301</u>	<u>9,024</u>
<b>Investment income</b>		
Deposit account interest	37	40
<b>Charitable activities</b>		
Service income	213,054	339,755
HMRC Furlough Claims	34,545	-
	<u>247,599</u>	<u>339,755</u>
<b>Total incoming resources</b>	<u>255,937</u>	<u>348,819</u>
<b>EXPENDITURE</b>		
<b>Charitable activities</b>		
Wages	222,729	240,106
Pensions	17,646	7,022
Service charge	302	1,420
Insurance	5,307	5,392
Light, heat and rates	278	1,928
Telephone	2,763	2,449
Rent	15,340	4,673
Donated rent	-	7,152
Sundries	702	608
Repairs and maintenance	1,491	981
Computer repairs and maintenance	5,202	949
Stationery & postage	1,001	1,654
Training	2,316	1,511
Photocopying costs	2,226	2,707
Expeditions, projects & course	22,636	31,945
Payroll preparation costs	2,003	804
Motor and travel expenses	376	1,253
Bank charges	68	28
Depreciation - Fixture & fittings	276	276
Depreciation - Motor vehicles	787	1,050
Depreciation - Computer equipment	207	3,018
	<u>303,656</u>	<u>316,926</u>
<b>Support costs</b>		
<b>Governance costs</b>		
Accountancy and legal fees	2,429	2,358
Legal fees	963	368
	<u>3,392</u>	<u>2,726</u>
<b>Total resources expended</b>	<u>307,048</u>	<u>319,652</u>
<b>Net (expenditure)/income</b>	<u>(51,111)</u>	<u>29,167</u>

This page does not form part of the statutory financial statements