

Company number: 08030293

Charity number: 1157266

activeNewham

Report and financial statements

For the year ended 31 March 2020

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For the year ended 31 March 2020

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Reference and administrative information

For the year ended 31 March 2020

Company number 08030293

Charity number 1157266

Registered office and operational address 46 Clova Road
Forest Gate
LONDON, E7 9AH

Country of registration England & Wales

Country of incorporation United Kingdom

Trustees Trustees, who are also directors under company law, who served during the year and up to the date of this report were as follows:

Timothy Davies (Chair)
Robert Heaton
Richard Hunt (resigned 13.10.2020)
Jaine Stannard
Sion O'Connor
Cllr Daniel Blaney (resigned 02.11.2020)
Genevieve Kitchen (app'd 11.04.19)

Key management personnel Ian Gallagher (Managing Director)

Daniel Burford (Head of Service)
Howard Brown (Head of Finance)
Simone Hall (Head of Human Resources)
Mark Bell (Head of IT and Facilities)

Bankers The Co-operative Bank PLC
Lewisham Branch, Heaton House
151–155 Lewisham High Street
LONDON, SE1 9BB

Solicitors Winckworth Sherwood LLP
Minerva House, 5 Montague Close
LONDON, SE1 9BB

Auditor Sayer Vincent LLP
Chartered Accountants and Statutory Auditor
Invicta House
108–114 Golden Lane
LONDON, EC1Y 0TL

Trustees' annual report

For the year ended 31 March 2020

The trustees present their report and the audited financial statements for the year ended 31 March 2020.

Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the memorandum and articles of association and the Statement of Recommended Practice – Accounting and Reporting by Charities: SORP applicable to charities preparing their accounts in accordance with FRS 102.

Chair statement

It has been a deeply frustrating year for the leisure industry, activeNewham included. Trusts up and down the country have had to scale back their operations and some have had to permanently close pools and gyms. However, thanks to efforts of everyone at activeNewham and the great support we have received from the London Borough of Newham we worked through the ongoing challenges.

We have rearranged the scope of the trust in light of the closure of one of the key Leisure Centre (Balaam Leisure Centre) during the previous year, our customers have been successfully redistributed to other local centres and the over usage of the facilities has remained high.

The local area of Newham remains a challenging environment, particularly in respect to low activity levels, a high percentage of long term medical conditions and obesity levels in young people running high. We are confident that our range of services, our specialist staff and the facilities available are going some to improve some of these concerning statistics.

It has been difficult and some agonising decisions have had to be made, not least having to say goodbye to so many valued colleagues. We will however face 2021 with a degree of optimism. The Government is increasingly aware that physical activity will have a major role to play in helping people get over the crisis, especially in boroughs like Newham, and we stand ready to play out.

Objectives and activities

Purposes and aims

The objects of the Charitable Company are to provide facilities for recreation, sporting or other leisure time pursuits.

We have been working with the London Borough of Newham to deliver leisure, sports, health and volunteering opportunities in Newham since January 2013.

Our mission is to make “More people, More active, More often”. To support this mission activeNewham manages five leisure centres in Newham together with a varied programme of community activation initiatives.

The trustees review the aims, objectives and activities of the charity each year. This report looks at what the charity has achieved and the outcomes of its work in the reporting period. The trustees report the success of each key activity and the benefits the charity has brought to those groups of people that it is set up to help. The review also helps the trustees ensure that the charity's aims, objectives and activities remain focused on its stated purposes.

Achievements and performance

The charity's main activities and recipients are described below. All its charitable activities focus on physical and mental wellbeing, and enabling participation. These activities are undertaken to further activeNewham's charitable purposes and for the public benefit.

Leisure Centres

The Leisure Centres have had a relatively positive trading year, market conditions remain competitive with new providers entering the local area. Membership levels remain consistent year on year.

Activity usage has remained in line with expectation throughout the year until unforeseen arrival of COVID 19 which started to impact in February 2020 and further with the country lockdown in March 2020.

Our Leisure Centres are still in need of need major improvements and we continue to work in partnership with our landlord (LBN) to effect the required changes.

LBN has now earmarked funds for the capital infrastructure work on our centres, commenced in December 2019 and will run through until 2022 The capital improvements will better position our Leisure Centres in the marketplace, we are confident this will result

Trustees' annual report

For the year ended 31 March 2020

in immediate positive impacts to our service delivery, operational competitiveness and ultimate sustainability.

Leisure Centres remain the highest profit contribution area of the business, the sports, volunteering and open spaces teams have been well managed financially, which has resulted in a reduction of the cost of providing these services to the public.

With the onset of COVID 19, we are anticipating a very challenging trading year for the 2020/21 financial year. However, we remain positive as Health and Fitness will play a major role in Newham and the wider East London landscape.

Community Activation

The Community activation Team (CAT) continues to play a significant role supporting the Council to provide key services to residents. The team is broken down into 3 areas, Sport and Physical Activity, Volunteering and Parks and Open Spaces Management.

Sports:

April 2019 saw the team starting the new financial year with a settled team and a strong focus towards projects relating to, social inclusion, women and girls and participation through the power of sport. Despite a reduction within the teams personal they continued to not only deliver the London Borough of Newham Commissioned projects but all secured partnership funding to deliver an array of unique health and well-being opportunities for residents.

With Newham being an area of poor health and high crime, health and well-being programmes targeting those most at risk are vital for active Newham to deliver, projects of this nature are not funded through the core management contract so the team work very hard to secure external funding or additional funding from the London Borough of Newham to deliver them. Some of the key projects this year have been:

- Senior Citizens Fighting Fit which has seen over 484 attendances across a 24 week programme supporting elderly people to either maintain a healthy lifestyle or start to exercise.
- Family fit and fun: This project allows family in the Canning Town area the opportunity to stay fit and have fun together.

Trustees' annual report

For the year ended 31 March 2020

- Park lives: This project had run for 5 years, 2019/20 was the final year of delivery. The project provided free activity in 5 focus parks located around the borough for all residents.
- Inclusive activity programmes: Within Newham we have excellent facilities which enables activeNewham to improve our disability provision within the borough. Providing sports such as Boccia, badminton, short tennis and walking cricket provided opportunities for those who would not usually engage in most sports the opportunity to improve their health.
- The team also deliver a wide range of other programmes including our Neighbourhood sports project within parks and open spaces focused within this activity such as Wall Ball and box fit sessions. We are also proactive in working with schools.
- We work closely with the local authority to deliver a wellbeing week, this took place in their head office in dockside. This gave us an opportunity to engage with people who work for the LA directly and raise awareness of what the organisation does and how we can support their services.

Another key focus for the team is to provide specific health and well-being opportunities for women and girls. Newham is no different to the national picture where far less women take part in sport and physical activity. Our working group has developed opportunities for females of all ages to participate in football with the delivery of the FA's wildcats and Just Play projects, leading to the development of the boroughs only 11-a-side female football teams. These teams are competing in the Capital women's league, with 64 women signed up as players.

Encouraging families to be active together is so important to enable families to create a habit of being active. Events such as the themed runs which are held in the Queen Elizabeth Olympic Park go a long way to supporting this. This year we have seen more people take part in this family fun runs, with the best dressed getting tickets to a premier league football match.

Coca-Cola Park lives has unfortunately come to an end this year however the final year was an excellent sign off which saw 10,142 people taking part in park based activity throughout the year.

Giving young people the opportunity to participate in competitive sport is still important within the borough, we continue to support local clubs and schools to provide their young people the opportunity to take part in the London Youth Games. Popularity in the games is sadly diminishing across London however we had over 400 young people taking part and representing Newham at County Level.

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For the year ended 31 March 2020

Volunteers:

Volunteering within Newham continues to have a significant positive impact on the health and wellbeing of residents and the Newham Volunteer programme remains at the heart of the volunteer offer within the borough.

Volunteering with activeNewham is still a much valued experience for our residents with over 500 individuals volunteering in excess of 17,000 hours of their time. More than 150 people are engaged in regular volunteering activities at least once per week.

A key aspect of this programme is to manage volunteers to support vital Council services adding value to residents. Opportunities to support young people in homework clubs, reading groups and chess clubs continue to be popular. Volunteers are also very proactive in offering their time for befriending vulnerable residents and supporting dementia groups. This year we continued to work with the Youth Offending Team to source mentors for young people within Newham. This projects partners perfectly with the many sports opportunities for young people also delivered by the CAT.

The Council continues to deliver high quality one off events for residents across the borough and through our management of volunteers these events continue to thrive. This year we have seen a rise in popularity of events such as the Town Show, Under the Stars and new initiatives such as Mental Health Day and World Car Free Day. Volunteering for the Festive Lights Switch on events across the borough always draw lots of interest from our volunteers.

In addition to supporting major events such as the London Marathon, Blenheim Triathlon and many Colour Runs across London the team also provide volunteers for events delivered by the Sport and Activity Team. By providing volunteers for the themed runs the costs of the events are kept low enabling free entry for children to participate with their parents. The Parklives programme and Newham Health Champions project have also benefited from volunteer support this year.

Open Spaces:

Allotment management is still the key project within this area of the business. The new Colony system has streamlined plot allocation, inspections and renewals however this area of the business still has significant impact on staff time.

We work in close partnership with Essex Cricket and were keen to see this facility become a hub for grassroots cricket in Newham.

Newham's Parks continue to be popular venues for a variety of events including annual visits by circus and fair. The Newham Film Office also use parks for many productions through the

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For the year ended 31 March 2020

year. Community groups still have a strong affiliation with their local green spaces and many fun days and festivals happen during the summer months.

School use of Parks is still very strong with the team facilitating many sports days and PE Lessons within the parks. Newham's Community Neighbourhood Teams also now focus on bringing more resident focussed events to parks and open spaces.

Beneficiaries of our services

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning activeNewham's future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives that have been set.

activeNewham promotes the preservation of good health and wellbeing through community participation in healthy recreation.

We are in the Borough of Newham to provide services and facilities for recreation, sport and health, and in the interest of social welfare. Our services are provided to engage with the entire community, including some special services and facilities offered to people with special needs, who because of their youth, age, infirmity or disability, poverty, or social, or economic circumstances may not previously have benefited.

Our aim is to provide a blend of services and facilities under "one roof" that allows us to take a "whole system" approach to our mission of getting more people more active, more often.

Financial review

During the financial year, activeNewham had operational deficit and decrease in net movement of funds of £1,351.

The decrease in net movement in funds for the year has resulted in the year end carried forward fund balance being a negative £105,839, attributed to unrestricted funds only.

The operational deficit for the year was due to the impact of COVID 19 during the last quarter, we hope to resume to normal trading and surplus in the next financial year. A commitment from the London Borough of Newham to provide financial support coupled with the with the COVID 19 related aids being provided by central government will bolster our operational efforts in this very competitive industry.

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For the year ended 31 March 2020

Funding Sources

activeNewham's main external funder for the period 2019/2020 continues to be the London Borough of Newham, contributing 20% of the total revenue. This is up from 18% in 2019.

The remainder of the revenue funding is made up of income generating activities within the leisure and service centres.

Financial KPIs

We have a full suite of monthly KPI reports that measure both financial and non-financial KPIs. This has allowed us to drive the business and has enabled us to react quickly to any challenges that have arisen, they are also used to inform the management team and trustees of the performance against actuals: Our main KPIs are listed below:

- Surplus vs Turnover 0% Break even (2019 Surplus 1.26%)
- Staff costs vs Turnover 54.75% (2019, 52.01%)

Risk and Mitigation:

As with any business we have a variety of risks that can affect our day to day operations and also our long term sustainability. Risks are recorded within a risk register and reported back to Trustees on a quarterly basis.

Risks which have been identified are categorised and mitigation processes are put in place dependant on the impact and likelihood of the risk. The key risk categories and principal risks to the business are:

Financial:

- Reduced in consumer spending locally linked to high levels of unemployment.
- Increasing competition within the sector could have a detrimental impact on the viability of the business.
- Increased requirement for repairs, maintenance and utility cost.
- Increase in staff costs and reduction in management fee.
- The need to respond positively to implement the London living wage for staff.
- Lack of operational reserves.

Operational:

- Major accident or incident within the business.
- Significant long term closure to a facility.
- Significant safeguarding incident.
- Difficulty in recruiting and retaining staff to deliver the service.

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Governance:

- Changes to employment restrictions / policies in respect to the UK leaving the EU.
- Inability to recruit and retain Trustees.
- Loss of key staff enabling the business to fulfil Charitable reporting requirements.

The principal risks facing our trust in the coming year are:

Risk	Mitigation
Ability to attract Trustees with the relevant experience and availability to support the Trust	<ul style="list-style-type: none">- Chair and current trustees actively recruiting potential new Trustees- Skills / competency framework to be created to direct Trustee recruitment- Attendance policy created to ensure quorum at Board and Committee meetings- Training provided to Trustees through our Audit and Legal partners
Serious Incident or fatality	<ul style="list-style-type: none">- Normal and Emergency Operating Procedures in place for all buildings and programmes- Staff trained to operate in compliance with legislation and approved codes or practice- Legal register and Critical Incident Plan maintained by the Facility Management Division

Reserves Policy and Going Concern

Reserves Policy

The Trustees of activeNewham have determined that the Trust should have unrestricted general reserves.

They believe it is prudent to have working capital and unrestricted general reserves to cover any unexpected one-off or on-going increases in expenditure, or reduction in income.

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For the year ended 31 March 2020

When considering the reserve policy Trustees have referred to the risk register. Whilst risk mitigation is in place and the risk register is regularly monitored, they determine that it is prudent to have a level of unrestricted reserves to cover the impact of risks.

Trustees are also aware that activeNewham's needs to be seen as having a sound financial position and its ability to secure partnership and funding opportunities are negatively impacted by the impression that is given by the current deficit on reserves. This can be addressed by having unrestricted general reserves. The unrestricted general reserves will be used to support the aims of the charity.

As at 31 March 2020, activeNewham has a net liability of £105,839, on its unrestricted funds account. Trustees have a target unrestricted general reserves to be the equivalent of two (2) months' of trust's wage bill, i.e. circa £500,000.

Our route to achieving surplus has been impeded by COVID 19. Our 2020–21 financial year is expected to be break even and will be largely supported by the HMRC Coronavirus Job Retention scheme and additional funding from the London Borough of Newham. With the borough being one of the most deprived in the country and the positive impacts of health and fitness to its residents, we continue to work in close partnership with the local authority to provide these much needed services. We have a commitment from the London Borough of Newham to keep the charity a going concern until at least March 2022, this will allow us to achieve a further breakeven position at minimum for the 2021–22 financial year.

The charity will continue to maintain its positive cash flow position and honour its obligations through our continued programme of strict cash management including seeking the best trading terms with our members, suppliers and contractors.

The trustees expect trading conditions will improve with the gradual passage of COVID 19. This coupled with financial support from central government and commitment from the London Borough of Newham lead us to believe that currently there are no material uncertainties. We expect to earn surplus in future years to achieve our desired reserves.

In order to minimise the risk of not making operational surpluses and increasing the existing deficit, the reserves are reviewed by the Executive Management during the course of the year via the monthly management accounts. Financial performance and position statements are also reviewed regularly with Trustees at committees and board meetings. Executive Management and Trustees will therefore be able to identify when reserves are drawn on and respond with timely corrective action.

The reserves policy is reviewed annually.

Fundraising Disclosure

We are not currently a fundraising charity, with our income deriving from local government contracts and grants and membership income. We therefore are not registered with the fundraising regulator, although follow their guidance when evaluating potential approaches to grant giving bodies.

Plans for the future

Leisure

We continue to work in partnership with the London Borough of Newham to coordinate their landlord investment plans for the years 2020/2021 onwards.

We plan to continue to explore areas for possible cost reduction without reducing the professional offer available to our customers.

We are planning to explore further use of ITC in order to improve the customer experience when visiting the leisure centres, examples to be explored are self service improvements and better use of our 'online' offer.

With the expansion of the Health Suite at East Ham, we look to attract a different market that may not be attracted by mainstream Leisure Centre activities

With the expansion of the Soft play facilities at Atherton Leisure Centre, we plan to work closely with local parent & young people groups to maximise exposure and usage of the centre.

Woman only activities are particularly popular in the East London area, as such, we plan to continue the expansion of this programme and activity groups, in particular, we plan to utilise the woman only areas at East Ham Leisure Centre and the programmable spaces at Atherton Leisure Centre to achieve this particular focus.

Our collaborative efforts with the commissioning team at London Borough of Newham remains central to everything we do, we plan to pay particular attention on working with all sports clubs and associations to encourage usage at Leisure Centres, we also plan to work collaboratively with partners to create training and employment pathways for local colleges and universities.

Community Activation

With the ever changing commissioning landscape within Newham and the inevitable pressures on budget, a key priority for the Community Activation Team in 2020 will be to create strong partnerships with organisation who have health and well-being as a focus for their organisation.

Creating a dependable partnership with the new Public Health Team within the Local Authority will enable both organisations to strategically look at the value added and positive outcomes delivered via the numerous projects. Continuing the targeted approach towards young people, BAME Communities and vulnerable residents is also likely to be very much in demand.

The team has always been flexible in their approach to how the programmes are delivered and this will need to be continued with staff having to be multi-functional and continue to look for funding from outside Newham to enhance their projects.

Structure, governance and management

The organisation is a company limited by guarantee, incorporated on 13th April 2012. The company became a registered charity on 30th May 2014.

The company was established under a memorandum of association which established the objects and powers of the charitable company and is governed under its articles of association.

activeNewham is governed by the board of trustees who are also Directors of the company. The trustees have ultimate responsibility for directing the affairs of activeNewham and its strategic planning and policy direction. The day to day management of the charity is delegated to the Managing Director and the Leadership Team.

All trustees give their time voluntarily and receive no benefits from the charity. Any expenses reclaimed from the charity are set out in note 6 to the accounts.

Appointment of trustees

Potential trustees are appointed following a recruitment methodology which includes advertising, longlisting; disqualification and insolvency searches; shortlisting; interviewing; introductions and finally if agreed, adoption onto the board of trustees. Trustee appointments are registered with Companies House and the Charity Commission following the completion of the governance credentials required.

Trustees' annual report

For the year ended 31 March 2020

There are no less than three and no more than twelve trustees. All trustees are automatically admitted as Members, save for trustees appointed by LBN under article 31 who are not admitted as Members. LBN is entitled by notice in writing to the Charity to appoint up to two trustees and may at any time remove or replace such trustees. All other trustees are selected in accordance with the board membership policy as may be adopted by the Charity from time to time and be appointed by the Members from time to time. All trustees (save for those appointed by LBN) are subject to retirement by rotation so that each year one third of the trustees are required to retire. Those who need to retire are the trustees who (1) have been on the board the longest or (2) have been chosen by lot (if not agreed). Trustees who are required to retire under this article are eligible for reappointment and for the avoidance of doubt there is no maximum term of service for trustees.

The present trustees were appointed through internal networking over the East London area, advertising online and in the press.

Trustee induction and training

New trustees are informed of their legal obligations under charity and company law and the memorandum and articles of association. Training opportunities are recommended going forward and training requirements for trustees are reviewed and monitored on a regular basis.

Trustees' inductions include visits to relevant locations around the borough of Newham including the leisure centres, and information on the history of the company and future opportunities.

Trustees receive training from Winckworth Sherwood on the legal structure; governance; their duties and responsibilities; conflicts of interest; financial performance; and procedures and processes.

Sayer Vincent training events are available to keep trustees well informed and up to date.

Related parties and relationships with other organisations

activeNewham has a number of positive working partnerships with groups, commissioners and stakeholders within Newham and the surrounding areas.

LBN remains the most significant and strategic partner. Work is completed with the majority of local community, voluntary and third sector groups. Due to the nature of the work carried out by activeNewham, there are strong partner links to all of the local health partnership, local GPs, sports clubs, neighbourhood groups and the local commissioning networks.

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activeNewham operates in cooperation with others in the pursuit of joint and shared objectives, working to strengths and selecting partners carefully to ensure that the more complex programmes of activation and engagement are successfully delivered in the long term. The availability of funding and local opportunities are carefully considered to ensure that partners and programmes are in keeping with activeNewham's core values.

Trustee engagement and the charity's direction are considered when activeNewham evaluates future schemes and programmes of work. The risk appetite register is used to examine the wider business and the community risks and benefits of new partnering work.

Remuneration policy for key management personnel

Key management personnel remuneration is reviewed regularly by the trustees with the intention that pay is set appropriately in the context of the local industry market and competition.

Out of pocket expenses are accounted for in the business accounts.

Policy for employment of disabled persons

activeNewham recognises the advantages for our business to employ people with disabilities, including having access to a resourceful group of loyal employees.

We have an inclusive ethos that is embedded into all our human resource policies and procedures to help eliminate attitudinal bias. Our policies and procedures are reviewed on an annual cycle to ensure that they are up to date and align with best practice. Through our policies we comply with our statutory obligations and make reasonable adjustments in our standard working practices to provide support where appropriate to overcome the barriers caused by disability, throughout the entire employment cycle. Greater workforce awareness of the challenges faced by employees with disabilities is addressed with core management training.

Employee information

A variety of communication channels are employed to facilitate a two way flow of information such as health & safety building walks, policy and procedure briefings, service update emails, the Intranet and Biz-Intel. Outputs from the Leadership Team meetings are cascaded into department briefings.

Funds held as custodian trustee on behalf of others

The Company does not hold any funds on behalf of others.

Trustees' annual report

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Statement of responsibilities of the trustees

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

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

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

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- There is no relevant audit information of which the charitable company's auditor is unaware
- The trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity if in its closing stages. The total number of such guarantees at 31 March 2020

Trustees' annual report

For the year ended 31 March 2020

was 10 (2019:10). The trustees are members of the charity, but this entitles them only to voting rights. The trustees have no beneficial interest in the charity.

Auditor

Sayer Vincent LLP was re-appointed as the charitable company's auditor during the year and has expressed its willingness to continue in that capacity.

The trustees' annual report has been prepared in accordance with the special provisions applicable to companies subject to the small companies' regime.

The trustees' annual report has been approved by the trustees on 16 March 2021 and signed on their behalf by

Tim Davies
Chair

Opinion

We have audited the financial statements of activeNewham (the 'charitable company') for the year ended 31 March 2020 which comprise the statement of financial activities, balance sheet, statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- Give a true and fair view of the state of the charitable company's affairs as at 31 March 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended
- Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice
- Have been prepared in accordance with the requirements of the Companies Act 2006

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- The trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- The trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are

To the members of

activeNewham

responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- The information given in the trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements
- The trustees' annual report has been prepared in accordance with applicable legal requirements

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' annual report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- Adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- The financial statements are not in agreement with the accounting records and returns; or
- Certain disclosures of trustees' remuneration specified by law are not made; or
- We have not received all the information and explanations we require for our audit; or
- The trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the trustees' annual report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities set out in the trustees' annual report, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related

Independent auditor's report

To the members of

activeNewham

disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charitable company's members as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Joanna Pittman (Senior statutory auditor)

23 March 2021

for and on behalf of Sayer Vincent LLP, Statutory Auditor

Invicta House, 108–114 Golden Lane, LONDON, EC1Y 0TL

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

	Note	Unrestricted £	Restricted £	2020 Total £	Unrestricted £	Restricted £	2019 Total £
Income from:							
Charitable activities							
Community Activation	2	783,054	170,717	953,771	978,071	242,442	1,220,513
Leisure Activities		7,048,336	–	7,048,336	7,674,261	–	7,674,261
Other trading income	3a	19,970	–	19,970	43,653	–	43,653
Other income	3b	–	82,450	82,450	362,050	–	362,050
Total income		7,851,360	253,167	8,104,527	9,058,035	242,442	9,300,477
Expenditure on:							
Charitable activities							
Community Activation		761,888	191,883	953,771	985,937	234,576	1,220,513
Leisure Activities		7,069,657	82,450	7,152,107	7,962,409	–	7,962,409
Total expenditure	4a	7,831,545	274,333	8,105,878	8,948,346	234,576	9,182,922
Net income / (expenditure) for the year	5	19,815	(21,166)	(1,351)	109,689	7,866	117,555
Transfers between funds		–	–	–	(4,000)	4,000	–
Net movement in funds		19,815	(21,166)	(1,351)	105,689	11,866	117,555
Reconciliation of funds:							
Total funds brought forward		(125,654)	21,166	(104,488)	(231,343)	9,300	(222,043)
Total funds carried forward	15	(105,839)	–	(105,839)	(125,654)	21,166	(104,488)

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in Note 15 to the financial statements.

Balance sheet

Company no. 08030293

As at 31 March 2020

	Note	£	2020 £	£	2019 £
Fixed assets:					
Tangible assets	10		324,745		396,596
Current assets:					
Debtors	11	1,768,002		1,208,662	
Cash at bank and in hand		869,911		501,990	
		<u>2,637,913</u>		<u>1,710,652</u>	
Liabilities:					
Creditors: amounts falling due within one year	12	(3,068,497)		(2,211,736)	
Net current liabilities			<u>(430,584)</u>		<u>(501,084)</u>
Total net liabilities	14		<u>(105,839)</u>		<u>(104,488)</u>
The funds of the charity:	15				
Restricted income funds			–		21,166
Unrestricted income funds:					
General funds		<u>(105,839)</u>		<u>(125,654)</u>	
Total unrestricted funds			<u>(105,839)</u>		<u>(125,654)</u>
Total charity funds			<u>(105,839)</u>		<u>(104,488)</u>

Approved by the trustees on 16 March 2021 and signed on their behalf by

Tim Davies
Chair

Statement of cash flows

For the year ended 31 March 2020

Reconciliation of net income / (expenditure) to net cash flow from operating activities

	2020 £	2019 £
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(1,351)	117,555
Depreciation charges	203,460	218,739
Loss on disposal of fixed assets	1,639	67,514
Interest accrued for loan	17,217	17,217
(Increase) / decrease in debtors	(559,340)	(388,971)
(Decrease)/increase in creditors	1,000,413	310,925
Net cash provided by operating activities	662,038	342,979

	2020 £	£	2019 £	£
Cash flows from operating activities				
Net cash provided by operating activities		662,038		342,979
Cash flows from investing activities:				
Purchase of fixed assets	(133,247)		(99,489)	
Net cash used in investing activities		(133,247)		(99,489)
Cash flows from financing activities:				
Repayment of Loan	(160,870)		(160,870)	
Net cash (used in)/provided by financing activities		(160,870)		(160,870)
Change in cash and cash equivalents in the year		367,921		82,620
Cash and cash equivalents at the beginning of the year		501,990		419,370
Cash and cash equivalents at the end of the year		869,911		501,990

Notes to the financial statements

For the year ended 31 March 2020

1 Accounting policies**a) Statutory information**

activeNewham is a charitable company limited by guarantee and is incorporated in the United Kingdom. The registered office address is 46 Clova Road, Forest Gate, London, E7 9AH.

b) Basis of preparation

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

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

c) Public benefit entity

The charitable company meets the definition of a public benefit entity under FRS 102.

d) Going concern

activeNewham has generated a small deficit of £1,333 (2019: surplus £117,555). At the end of the financial year there were unrestricted net current liabilities of £105,839. Following the year end a thorough and detailed review of the financial position and future prospects was undertaken and The London Borough of Newham has committed to cover the deficits until March 2022, as a result of the pandemic.

For the 2020–21 financial year is expected to be break even and will be largely supported by the HMRC Coronavirus Job Retention scheme and additional funding from the London Borough of Newham. We have a commitment from the London Borough of Newham to keep the charity a going concern until at least March 2022, this will allow us to achieve a further breakeven position at minimum for the 2021–22 financial year. Therefore for the year ended 31 March 2020, The board consider here is no materiality uncertainty around going concern.

The Finance committee and SMT, will be reviewing budgets and cashflow closely throughout the coming year. therefore the board consider activeNewham to be a going concern.

e) Income

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

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

f) 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.

g) Fund accounting

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund.

Unrestricted funds are donations and other incoming resources received or generated for the charitable purposes.

h) Expenditure and irrecoverable VAT

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

Expenditure on charitable activities includes the costs of delivering services undertaken to further the purposes of the charity and their associated support costs.

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

i) Allocation of support costs

Resources expended are allocated to the particular activity where the cost relates directly to that activity. However, the cost of overall direction and administration of each activity, comprising the salary and overhead costs of the central function, is apportioned on the following basis which are an estimate, based on an aggregate proportion of all costs, of the amount attributable to each activity.

Support and governance costs are re-allocated to each of the activities on the following basis which is an estimate, based on staff time, of the amount attributable to each activity:

● Community Activation	30%
● Leisure Activities	70%

Governance costs are the costs associated with the governance arrangements of the charity. These costs are associated with constitutional and statutory requirements and include any costs associated with the strategic management of the charity's activities.

j) Operating leases

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

Notes to the financial statements

For the year ended 31 March 2020

1 Accounting policies (continued)

k) Tangible fixed assets

Items of equipment are capitalised where the purchase price exceeds £2,500. Depreciation costs are allocated to activities on the basis of the use of the related assets in those activities. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

- Fixtures and fittings 36– 84 months
- Computer Equipment 36 months
- Leisure Centre Equipment 24 – 60 months depending on the type of asset and the industry standard useful life estimate
- Property Improvement 36 months

l) Finance Leases

Assets purchased under finance leases are capitalised as fixed assets. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charge. Finance charges are written off to the statement of financial activities using the actuarial internal rate of return method.

m) Debtors

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

n) Cash at bank and in hand

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

o) Creditors and provisions

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

p) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

q) Pensions

activeNewham operates a stakeholder pension which is administered and managed by Royal London. We also pay into a Local Government Pension Scheme which is a defined benefit pension scheme for staff that had been transferred under TUPE from LBN to activeNewham. The cost of providing pension and related benefits is charged to the SOFA over the employees' service lives on the basis of a constant percentage of earnings which is an estimate of the regular cost. Under special arrangements, for the defined benefit scheme LBN retains the underlying liability or gains for any variations from regular cost, arising from periodic actuarial valuations and this is therefore not recognised in activeNewham's accounts.

2 Community Activation income

	Unrestricted £	Restricted £	2020 Total £	Unrestricted £	Restricted £	2019 Total £
Grants and sponsorship income	–	21,680	21,680	–	19,331	19,331
Events and activities	28,044	36,953	64,997	60,172	–	60,172
Services and other income	755,010	112,084	867,094	917,899	223,111	1,141,010
	<u>783,054</u>	<u>170,717</u>	<u>953,771</u>	<u>978,071</u>	<u>242,442</u>	<u>1,220,513</u>

3a Other trading activities

	Unrestricted £	Restricted £	2020 Total £	Unrestricted £	Restricted £	2019 Total £
Consultancy work	19,970	–	19,970	43,653	–	43,653

3b Other Income

	Unrestricted £	Restricted £	2020 Total £	Unrestricted £	Restricted £	2019 Total £
Loss on earning for interruption of business (Balaam)	–	–	–	362,050	–	362,050
HMRC Job support scheme grant	–	82,450	82,450	–	–	–

Notes to the financial statements

For the year ended 31 March 2020

4a Analysis of expenditure (Current year)

	Charitable activities				2020	2019
	Community Activation £	Leisure Activities £	Governance costs £	Support costs £	Total £	Total £
Staff costs (Note 6)	311,819	3,278,156	49,415	797,552	4,436,942	4,819,454
Other staff costs	9,284	30,840	–	37,000	77,124	171,257
Direct costs	–	9,090	–	1,314	10,404	66,512
Programme delivery activities	57,692	–	–	219	57,911	114,344
Repairs and maintenance /equipment	7,747	922,908	–	33,427	964,082	1,203,701
ICT	2,688	181,680	–	240,599	424,967	425,234
Advertising and marketing	3,511	76,717	–	19,877	100,105	141,002
Insurance	–	1,555	–	95,852	97,407	95,859
Utilities	–	1,009,038	–	27,187	1,036,225	991,416
Professional fees	–	14,854	20,000	43,332	78,186	134,595
Travel & subsistence	2,865	1,187	–	6,538	10,590	17,148
Bank/cash services charge	–	49,750	–	18,514	68,264	57,048
Office costs/administration	3,667	31,079	–	17,067	51,813	52,691
Depreciation	–	182,954	–	20,506	203,460	218,739
Irrecoverable VAT	–	30,000	–	330,942	360,942	428,839
Other costs	6,398	53,399	–	67,659	127,456	176,370
Exceptional costs	–	–	–	–	–	68,713
	405,671	5,873,207	69,415	1,757,585	8,105,878	9,182,922
Support costs	527,276	1,230,310	–	(1,757,585)	–	–
Governance costs	20,825	48,591	(69,415)	–	–	–
Total expenditure 2020	953,771	7,152,107	–	–	8,105,878	
Total expenditure 2019	1,220,513	7,962,409	–	–	–	9,182,922

Notes to the financial statements

For the year ended 31 March 2020

4b Analysis of expenditure (Prior year)

	Charitable activities				
	Community Activation £	Leisure Activities £	Governance costs £	Support costs £	2019 Total £
Staff costs (Note 6)	400,998	3,546,838	30,780	840,838	4,819,454
Other staff costs	10,811	64,620	–	95,826	171,257
Direct costs	10,462	21,738	–	34,312	66,512
Programme delivery activities	69,693	44,282	–	369	114,344
Repairs and maintenance /equipment	12,977	1,157,077	–	33,647	1,203,701
ICT	4,940	130,907	–	289,387	425,234
Advertising and marketing	7,454	111,339	–	22,209	141,002
Insurance	495	4,623	–	90,741	95,859
Utilities	–	985,223	–	6,193	991,416
Professional fees	–	27,254	21,000	86,341	134,595
Travel & subsistence	3,140	1,570	322	12,116	17,148
Bank/cash services charge	–	56,931	–	117	57,048
Office costs/administration	3,116	29,624	–	19,951	52,691
Depreciation	–	195,669	–	23,070	218,739
Irrecoverable VAT	–	30,000	–	398,839	428,839
Other costs	5,543	141,510	–	29,317	176,370
Exceptional costs	–	10,499	–	58,214	68,713
	529,629	6,559,704	52,102	2,041,487	9,182,922
Support costs	673,691	1,367,796	–	(2,041,487)	–
Governance costs	17,194	34,908	(52,102)	–	–
Total expenditure 2019	1,220,513	7,962,409	–	–	9,182,922

Notes to the financial statements

For the year ended 31 March 2020

5 Net income / (expenditure) for the year

This is stated after charging:

	2020 £	2019 £
Depreciation	203,460	218,739
Loss on disposal of Fixed Assets	1,639	67,514
Operating lease rentals:		
Other	19,136	32,000
Auditors' remuneration (excluding VAT):		
Audit	15,250	15,000
Fees for non audit services	1,500	3,000
	231,485	336,263

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

Staff costs were as follows:

	2020 £	2019 £
Salaries and wages	2,785,691	2,962,452
Termination and redundancy costs	90,983	127,124
Casual staff	1,197,841	1,330,965
Social security costs	269,397	311,620
Employer's contribution to defined contribution pension schemes	93,001	87,293
	4,436,913	4,819,454

The following number of employees received employee benefits (excluding employer pension costs and employer's national insurance) during the year between:

	2020 No.	2019 No.
£80,000 – £89,999	1	1

The total employee benefits (including pension contributions and employer's national insurance) of the key management personnel were £334,005 (2019: £393,551).

The charity trustees were not paid or received any other benefits from employment with the charity in the year (2019: £nil). No charity trustee received payment for professional or other services supplied to the charity (2019: £nil).

No expenses were incurred by or on behalf of the trustees.

7 Staff numbers

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

	2020 No.	2019 No.
Community activation	18	27
Leisure activities	268	278
Support	35	45
Governance	1	1
	322	351

Notes to the financial statements

For the year ended 31 March 2020

8 Related party transactions

There are no donations from related parties which are outside the normal course of business and no restricted donations from related parties. Members of the board are also councillors of London Borough of Newham, but they act as independent trustees for activeNewham.

9 Taxation

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

10 Tangible fixed assets

	Property Improvement £	Leisure Centre Equipment £	Computer Equipment £	Fixtures and Fittings £	Total £
Cost					
At the start of the year	463,330	642,474	187,302	204,628	1,497,734
Additions in year	41,909	3,065	55,324	32,949	133,247
Disposals in year	–	–	(20,541)	–	(20,541)
At the end of the year	505,239	645,539	222,085	237,577	1,610,440
Depreciation					
At the start of the year	281,697	536,945	170,076	112,420	1,101,138
Charge for the year	86,366	57,050	24,399	35,645	203,460
Eliminated on disposal	–	–	(18,902)	–	(18,902)
At the end of the year	368,063	593,995	175,573	148,065	1,285,695
Net book value					
At the end of the year	137,176	51,544	46,512	89,513	324,745
At the start of the year	181,633	105,529	17,226	92,209	396,596

All of the above assets are used for charitable purposes.

11 Debtors

	2020 £	2019 £
Trade debtors	936,357	92,985
Prepayments	165,436	294,701
Accrued income	666,209	820,976
	1,768,002	1,208,662

12 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	1,762,978	1,209,989
Taxation and social security	165,996	116,066
Accruals	345,503	648,927
Deferred income (note 13)	794,020	93,102
Other creditors – loans (repaid in February 2020)	–	143,652
	3,068,497	2,211,736

Notes to the financial statements

For the year ended 31 March 2020

13 Deferred income

Deferred income comprises both grant and other income generating activities. Deferred income is released to income in the reporting period in which the performance-related or other conditions that limit recognition are met, if performance-related or other conditions are not met the income will be deferred.

	2020 £	2019 £
Balance at the beginning of the year	93,102	120,439
Amount released to income in the year	(93,102)	(120,439)
Amount deferred in the year	794,020	93,102
Balance at the end of the year	794,020	93,102

14a Analysis of net liabilities between funds

	General unrestricted £	Restricted £	Total funds £
Tangible fixed assets	324,745	–	324,745
Net current liabilities	(430,584)	–	(430,584)
Net liabilities at the end of the year	(105,839)	–	(105,839)

14b Analysis of net liabilities between funds (prior year)

	General unrestricted £	Restricted £	Total funds £
Tangible fixed assets	396,596	–	396,596
Net current liabilities	(522,250)	21,166	(501,084)
Net assets at the end of the year	(125,654)	21,166	(104,488)

Notes to the financial statements

For the year ended 31 March 2020

15a Movements in funds – current year

	At the start of the year £	Income & gains £	Expenditure & losses £	Transfers/ other gains and losses £	At the end of the year £
Restricted funds:					
HMRC Job Support Scheme	–	82,450	(82,450)	–	–
Park lives	–	87,365	(87,365)	–	–
Health Champions	–	35,000	(35,000)	–	–
Street games UK Ltd	6,143	12,824	(18,967)	–	–
Beckton Lake	–	10,000	(10,000)	–	–
Sport England	–	4,897	(4,897)	–	–
LBN Tennis – (Managed Services)	–	4,695	(4,695)	–	–
Family, Fit & Fun	–	3,921	(3,921)	–	–
London Sports Ltd	400	3,264	(3,664)	–	–
London FA and Essex FA	–	3,209	(3,209)	–	–
Citizens Assembly Project	–	2,063	(2,063)	–	–
Baseball Softball UK	–	442	(442)	–	–
Headstart	12,123	–	(12,123)	–	–
Other	2,500	3,037	(5,537)	–	–
Total restricted funds	21,166	253,167	(274,333)	–	–
Unrestricted funds:					
General funds	(125,654)	7,851,360	(7,831,545)	–	(105,839)
Total unrestricted funds	(125,654)	7,851,360	(7,831,545)	–	(105,839)
Total funds	(104,488)	8,104,527	(8,105,878)	–	(105,839)

15b Movements in funds – prior year

	At the start of the year £	Income & gains £	Expenditure & losses £	Transfers/ other gains and losses £	At the end of the year £
Restricted funds:					
Headstart	–	81,628	(69,505)	–	12,123
Lawn Tennis Association	–	3,588	(3,588)	–	–
LBN	–	137,895	(137,895)	–	–
London Sport	–	10,000	(9,600)	–	400
Street Games	–	5,743	(3,600)	4,000	6,143
London Legacy Development Corporation	6,800	3,588	(10,388)	–	–
Other	2,500	–	–	–	2,500
Total restricted funds	9,300	242,442	(234,576)	4,000	21,166
Unrestricted funds:					
General funds	(231,343)	9,058,035	(8,948,346)	(4,000)	(125,654)
Total unrestricted funds	(231,343)	9,058,035	(8,948,346)	(4,000)	(125,654)
Total funds	(222,043)	9,300,477	(9,182,922)	–	(104,488)

Purposes of restricted funds

Parklives – sponsored by Coca-Cola

This is the last year of a 5 year project that engaged people in activities in parks and open spaces through the borough of Newham.

Notes to the financial statements

For the year ended 31 March 2020

15 Movements in funds (continued)

HMRC Job support scheme

A COVID 19 support scheme by HMRC, providing funding to assist with staff costs.

Health Champions

This is a program funded by the London Borough of Newham to train up a volunteer workforce to be health champions throughout the borough, encouraging residents to travel actively and eat healthily.

Street Games

These are recreational youth sport sessions for 14 to 19 year olds. The activities were conducted around the London Borough of Newham at sport views, leisure facilities and on residential estates.

Sport England

Due to the high levels of youth violence in the E15 and E20 post code areas within the London Borough of Newham, this funded program provided recreational sports activities throughout the summer evenings, offering a positive pathway for the youths.

Family, Fit and Fun

Family focused activity taking place in one central location running throughout late spring and the summer months, getting families active together.

London Sports Ltd

Satellite clubs targeting activity for 14–19 age group inactive young people, located in an environment they are comfortable with.

London FA & Essex FA

Female football focused delivery of 3 SSE wildcat centres for children aged 5–11, plus one 16+ female Just play centre.

Children assembly project

Green Street Health week was an activity program, located in the ward of Green Street during the February Half-term of 2020.

Baseball and softball

Satellite club delivery with BSUK that have taken place for 14–19 year olds in Newham.

Other LBN

Various different activity sessions run for the community Neighbourhood teams in Newham.

Notes to the financial statements

For the year ended 31 March 2020

16 Operating lease commitments

The charity's total future minimum lease payments under non-cancellable operating leases is as follows for each of the following periods.

	2020 £	2019 £
Less than one year	47,351	32,000
One to five years	59,189	96,000
	<u>106,540</u>	<u>128,000</u>

17 Legal status of the charity

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.