

Registered number: 08045622
Charity number: 1153318

**ALBION STREET COMMUNITY
CHARITY LTD**

UNAUDITED FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2016

LUBBOCK FINE
Chartered Accountants
Paternoster House
65 St Paul's Churchyard
London EC4M 8AB

ALBION STREET COMMUNITY CHARITY LTD
(A Company Limited by Guarantee)

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ALBION STREET COMMUNITY CHARITY LTD
(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MAY 2016

Trustees
Pauline Adenwalla
Dudley Cloake
Sarah Fearnley (resigned 30 September 2016)
Reverend Teemu Halli (resigned 22 September 2015)
Reverend Ulla Harkonen (appointed 15 January 2016)
Reverend Torbjorn Holt
Reverend Mark Nicholls
Reverend Graham Preston
Dr Amanda Squires
James Colvin (appointed 30 September 2016)

**Company registered
number** 08045622

**Charity registered
number** 1153318

Registered office
8 Pageant Crescent
London
SE16 5FZ

Accountants
Lubbock Fine
Chartered Accountants & Statutory Auditors
Paternoster House
65 St Paul's Churchyard
London
EC4M 8AB

ALBION STREET COMMUNITY CHARITY LTD
(A Company Limited by Guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MAY 2016

The Trustees (who are also directors of the charity for the purposes of the Companies Act) present their annual report together with the financial statements of Albion Street Community Charity Ltd (the company) for the ended 31 May 2016. The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in March 2005

Since the Charity qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

The Charity's purposes set out in the Articles of Association are to relieve the needs of people living in or working in the Ancient Parish of Rotherhithe, to preserve and conserve buildings or sites of historic or architectural importance and to provide or assist in the provision of facilities for public amenities, recreation and public health in the same geographical area.

While pursuing the objectives of the charity, the Trustees have given careful consideration to the Charity Commission's guidance on public benefit.

Achievements and performance

During the year the Charity made grants totalling £1000, £500 to Albion Street Primary School and £500 to Bede House, a Rotherhithe based charity offering a range of support to adults with learning difficulties, victims of domestic violence and young people between the ages of 8 to 19.

The grant to the school was used to purchase equipment -principally 6 balance bikes-and training material to help children in reception and Stage 1 to learn to ride a bike safely and understand road signs. Each day the children in those classes use the bikes in the playground to develop and practice balancing and steering skills and how to stop quickly and safely. The children enjoy using the bikes which have been effective in developing the confidence and skills to make the transition to using their own bikes at home.

The grant to Bede House was used to support a young Rotherhithe man who suffers from learning disabilities and memory loss. The grant enabled him to take up a sponsored work placement with a local employer and although it has not yet led to paid employment it has greatly increased his self-confidence and encouraged him to take on more responsible volunteer roles within Bede House including joining the team which carries out household tasks for elderly or housebound local residents.

While the principal purpose of the charity's shop is to generate income that can be used to finance its charitable objects it also provides social and emotional support for vulnerable customers including those with physical and mental disabilities and acts as an informal drop in centre for local people looking for information on other agencies that they may need to consult.

The shop has also developed an important role in the local community in providing an occupation for volunteers, including those with mental health problems or a deficiency in English. The shop offers a secure and supportive environment for these people and others looking to enhance their prospects for paid employment and we are particularly proud that a number have been able to do so.

In addition, the shop provides experience of a working environment for local sixth formers and the charity has been approved by local schools as a provider of charity experience under the Duke of Edinburgh Award Scheme. The charity has been accredited as a London living wage employer.

ALBION STREET COMMUNITY CHARITY LTD
(A Company Limited by Guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MAY 2016

Financial review

The charity has demonstrated strong performance against the previous year, reflected with sales of £38,930 and funds generated of £2,177, despite increasing overheads and challenging trading conditions. This operating surplus enabled was used to fund two grants of £500.

The introduction of offsite sales for higher value items has provided a welcome secondary income for the charity, offset partially with commissions paid out. Year on year costs increased modestly owing to these commissions and increases in salaries in line with the London Living Wage.

Continued works on Albion Street and the impending renewal of the lease pose further challenges for the property over the coming years, however the clearing down of outstanding loan balances means the charity is well positioned. The Directors continue to target three months of running costs of reserves, reviewed on a quarterly basis.

Structure, governance and management

The charity is a company limited by guarantee. It operates under the rules of its Articles of Association dated 25 April 2012. The company changed its name on 15 July 2013 and registered at the charity commission on 9 August 2013. It has no share capital and the liability of each member in the event of winding up is limited to £1. The Directors are appointed in accordance with the Articles of Association. New Directors joining the Board are given an appropriate briefing on their obligations under company and charity law and on the contents of the Articles of Association. They are also referred to guidance issued by the Charity Commission on the role of the charity trustee.

The main risk to the charity is a failure to generate sufficient income from sales to finance its operations as well as provide funding for charitable projects. The Directors are satisfied that the major risks have been mitigated as far as reasonably possible but the Board recognises that it must keep these risks under constant review if the charity is to continue to operate.

In this connection the controls in place include regular updates to Directors on our financial position, the preparation of formal agendas for Board meetings which highlight areas of concern and formal approval procedures for financial and strategic decisions.

The Trustees have recently agreed plans to expand off site turnover through car boot and table sales and in particular online sales, which we believe will offer the potential for a greater return on our better quality donations.

This report was approved by the Trustees on *20th February 2017* and signed on their behalf by:


Dudley Cloake
Trustee

ALBION STREET COMMUNITY CHARITY LTD
(A Company Limited by Guarantee)

INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 MAY 2016

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ALBION STREET COMMUNITY CHARITY LTD

I report on the financial statements of the Charity for the year ended 31 May 2016 which are set out on pages 5 to 12.

This report is made solely to the Charity's Trustees, as a body, in accordance with section 145 of the Charities Act 2011 and regulations made under section 154 of that Act. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my work or for this report.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER

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

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

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

BASIS OF INDEPENDENT EXAMINER'S REPORT

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

INDEPENDENT EXAMINER'S STATEMENT

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

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

Lee Facey

Lee Facey
(Independent examiner)

Lubbock Fine
Chartered Accountants & Statutory Auditors
Paternoster House
65 St Paul's Churchyard
London
EC4M 8AB

Date: 22/02/2017

ALBION STREET COMMUNITY CHARITY LTD
(A Company Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MAY 2016

	Note	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
INCOME FROM:				
Trading income	2	38,927	38,927	33,503
Investments	3	3	3	4
TOTAL INCOME		<u>38,930</u>	<u>38,930</u>	<u>33,507</u>
EXPENDITURE ON:				
Raising funds	2	34,013	34,013	29,984
Charitable activities:				
Donations payable		2,675	2,675	675
Governance	4	65	65	684
TOTAL EXPENDITURE		<u>36,753</u>	<u>36,753</u>	<u>31,343</u>
NET INCOME BEFORE OTHER RECOGNISED GAINS AND LOSSES		2,177	2,177	2,164
NET MOVEMENT IN FUNDS		2,177	2,177	2,164
RECONCILIATION OF FUNDS:				
Total funds brought forward		3,002	3,002	838
TOTAL FUNDS CARRIED FORWARD		<u>5,179</u>	<u>5,179</u>	<u>3,002</u>

All activities relate to continuing operations.

The notes on pages 7 to 12 form part of these financial statements.

ALBION STREET COMMUNITY CHARITY LTD
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REGISTERED NUMBER: 08045622

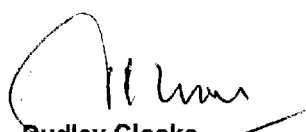
BALANCE SHEET
AS AT 31 MAY 2016

	Note	£	2016 £	£	2015 £
FIXED ASSETS					
Tangible assets	7		985		1,123
CURRENT ASSETS					
Cash at bank and in hand		6,723		9,234	
CREDITORS: amounts falling due within one year	8	(2,529)		(7,355)	
NET CURRENT ASSETS			4,194		1,879
NET ASSETS			5,179		3,002
CHARITY FUNDS					
Unrestricted funds	9		5,179		3,002
TOTAL FUNDS			5,179		3,002

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

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

The financial statements were approved by the Trustees on 20th February 2017 and signed on their behalf, by:


Dudley Cloake
Trustee

The notes on pages 7 to 12 form part of these financial statements.

ALBION STREET COMMUNITY CHARITY LTD
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2016

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

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

Albion Street Community Charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Going concern

The accounts have been prepared under the going concern basis, which assumes that current and future sources of funding will be adequate for the Charity's needs.

The Charity meets its running costs from its trading activities. The nature of the Charity's operations is such that there can be unpredictable variations in the timing and amount of cash inflows. The Trustees continuously review the funding prospects and expenditure levels and take action to reduce expenditure should funding expectations and reserves appear inadequate. On the basis of this policy, the Board consider that the Charity will continue in operational existence for the foreseeable future.

1.3 Reconciliation with previous Generally Accepted Accounting Practice

In preparing these accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required.

No restatements were required.

1.4 Company status

The Charity is a company limited by guarantee. The members of the Charity are the Trustees named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

1.5 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

ALBION STREET COMMUNITY CHARITY LTD
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2016

1. ACCOUNTING POLICIES (continued)

1.6 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donated services or facilities are recognised when the Charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the Charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the Trustees' Report for more information about their contribution.

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

Trading income represents income received from shop sales which is recognised upon sale of goods.

1.7 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the Charity's educational operations, including support costs and costs relating to the governance of the Charity apportioned to charitable activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

The Charity is not VAT registered and its expenses are therefore inclusive of VAT which cannot be recovered.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2016

1. ACCOUNTING POLICIES (continued)

1.8 Tangible fixed assets and depreciation

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures, fittings and equipment - 25% reducing balance

1.9 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.

1.10 Debtors

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

1.11 Cash at Bank and in hand

Cash at bank and 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.

1.12 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.13 Corporation Tax

Due to the charitable nature of the activities undertaken, the Charity's surpluses are not subject to corporation tax.

1.14 Cash Flow Exemption

The charity has taken advantage of the exemption from preparing a cashflow statement under update Bulletin 1, on the basis that the charity does not qualify as a larger charity for financial reporting purposes.

ALBION STREET COMMUNITY CHARITY LTD
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2016

2. TRADING ACTIVITIES

	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Charity trading income			
Trading income	38,927	38,927	33,503
Trading expenses			
Direct trading expenditure	1,057	1,057	165
Other trading expenses	15,329	15,329	11,422
Wages and salaries	15,706	15,706	15,500
National Insurance	1,593	1,593	2,522
Depreciation of tangible fixed assets	328	328	375
	<u>34,013</u>	<u>34,013</u>	<u>29,984</u>
Net income from trading activities	<u>4,914</u>	<u>4,914</u>	<u>3,519</u>

3. INVESTMENT INCOME

	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Bank interest	3	3	4

4. GOVERNANCE COSTS

	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Accountancy	65	65	684

5. NET INCOMING RESOURCES/(RESOURCES EXPENDED)

This is stated after charging:

	2016 £	2015 £
Depreciation of tangible fixed assets: - owned by the charity	<u>328</u>	<u>375</u>

ALBION STREET COMMUNITY CHARITY LTD
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2016

6. STAFF COSTS

Staff costs were as follows:

	2016	2015
	£	£
Wages and salaries	15,706	15,500
Social security costs	1,593	2,522
	<u>17,299</u>	<u>18,022</u>

The average number of persons employed by the Charity during the year was as follows:

	2016	2015
	No.	No.
Number of staff	1	1

No employee received remuneration amounting to more than £60,000 in either year.

No trustees received any remuneration, benefits in kind or reimbursement of expenses during the current or prior year.

7. TANGIBLE FIXED ASSETS

	Fixtures, fittings and equipment £
Cost	
At 1 June 2015	2,096
Additions	190
Disposals	(598)
At 31 May 2016	<u>1,688</u>
Depreciation	
At 1 June 2015	973
Charge for the year	328
On disposals	(598)
At 31 May 2016	<u>703</u>
Net book value	
At 31 May 2016	<u>985</u>
At 31 May 2015	<u>1,123</u>

ALBION STREET COMMUNITY CHARITY LTD
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2016

8. CREDITORS: Amounts falling due within one year

	2016	2015
	£	£
Other loans	1,238	7,238
Trade creditors	1,291	117
	<u>2,529</u>	<u>7,355</u>

Loans included above are interest free, unsecured and payable upon demand.

9. STATEMENT OF FUNDS

	Brought Forward	Income	Expenditure	Carried Forward
	£	£	£	£
Unrestricted funds				
General Funds	3,002	38,930	(36,753)	5,179
	<u>3,002</u>	<u>38,930</u>	<u>(36,753)</u>	<u>5,179</u>

10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds 2016	Total funds 2016	Total funds 2015
	£	£	£
Tangible fixed assets	985	985	1,123
Current assets	6,723	6,723	9,234
Creditors due within one year	(2,529)	(2,529)	(7,355)
	<u>5,179</u>	<u>5,179</u>	<u>3,002</u>

11. RELATED PARTY TRANSACTIONS

There were no transactions with related parties in the current or prior year.