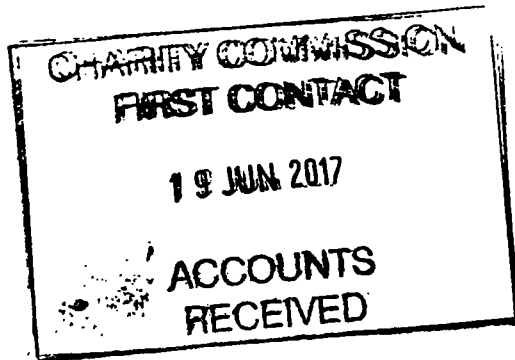


**CHARITY COMMISSION  
COPY**



**The National Funding  
Scheme**

**Report and Unaudited Financial  
Statements**

30 September 2016

Company Limited by Guarantee Registration Number  
08223187 (England and Wales)

Charity Registration Numbers  
1149800 (England and Wales)  
SC045106 (Scotland)

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## Reference and Administrative Details of the Charity, its Trustees and Advisors

<b>Trustees</b>	William Makower Molly Waiting Jamie Galloway
<b>Registered office</b>	10 Queen Street Place London EC4R 1BE
<b>Company number</b>	08223187 (England and Wales)
<b>Charity numbers</b>	1149800 (England and Wales) SC045106 (Scotland)
<b>Auditor</b>	Buzzacott LLP 130 Wood Street London EC2V 6DL
<b>Solicitor</b>	Bates Wells Braithwaite, LLP 10 Queen Street Place London EC4R 1BE
<b>Banker</b>	National Westminster Bank Plc 15 Bishopsgate London EC2P 2AP

## Trustees' report 30 September 2016

The Trustees present their statutory report along with the financial statements of The National Funding Scheme ("NFS") for the year to 30 September 2016.

The financial statements have been prepared in accordance with the accounting policies set out on pages 11 to 14 and comply with the charitable company's memorandum and articles of association, the Companies Act 2006, the Charities And Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 and 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 United Kingdom and Republic of Ireland (FRS 102), effective from accounting periods commencing 1 January 2015 or later.

This report has been prepared in accordance with Part 8 of the Charities Act 2011 and constitutes a directors report for the purpose of company legislation.

### **Structure, Governance and Management**

#### **Governance**

The National Funding Scheme is a charitable company, limited by guarantee, incorporated on 20 September 2012 and registered as a charity on 16 November 2012. The charity was established under a Memorandum of Association which established the objects and powers of the charity and is governed under its Articles of Association.

The governance and strategy of the charity is overseen by the Board of Trustees (named in the table below). Trustees are appointed as outlined in the Memorandum and Articles of Association and they bring specific skills to complement and support the Management Team.

The following Trustees were in office at 30 September 2016, and served throughout the period except where shown.

#### **Trustees**

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William Makower	
Molly Waiting	
Jamie Galloway	Appointed 23 June 2016
David Gwynne	Resigned 12 September 2016
Catherine May	Resigned 15 July 2016
Bernard Donoghue	Resigned 15 June 2016
Seamus Keating	Resigned 15 June 2016
Caroline Worboys	Resigned 3 March 2016

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**Structure, Governance and Management (continued)**

***Key management personnel***

The Trustees consider that they comprise the key management of the charity in charge of directing and controlling, running and operating the charity on a day to day basis.

None of the Trustees received any remuneration for their services as Trustees (2015 - none).

***Statement of Trustees' responsibilities***

The Trustees (who are also directors of The National Funding Scheme for the purposes of company law) are responsible for preparing the trustees' report and 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity 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 Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable to the United Kingdom and Republic of Ireland (FRS 102);
- ◆ make judgements and estimates that are reasonable and prudent;
- ◆ state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- ◆ prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulation 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Each of the Trustees confirms that:

- ◆ so far as the Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware; and

## **Structure, Governance and Management (continued)**

### ***Statement of Trustees' responsibilities (continued)***

- ◆ the Trustee has taken all the steps that he/she ought to have taken as a trustee in order to make himself/herself aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

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

### ***Risk Management***

The Trustees are mindful of their responsibility as charity trustees to identify the risks the charity faces and to establish and implement systems and procedures to mitigate those risks identified. Risks were considered at each quarterly Board meeting during the year and appropriate actions taken.

The Trustees are aware of the deficit on the balance sheet and this is closely monitored. Panlogic and Digital Information and Giving Limited are the largest creditors. Both these companies are controlled by Mr Makover and there are written undertakings that these debts are fully underwritten. Please see page 11 for more detail.

The Trustees are very aware of the potentially conflicted position of Mr Makover and have taken advice directly from the Charity Commission. Amongst other measures, all Board meetings include a session when Mr Makover is not present.

### **Principal Aims, Objectives and Activities**

The object of the National Funding Scheme (NFS) is "the promotion of the efficiency and effectiveness of charities for the public benefit by promoting charitable giving, fundraising and donations to charities, particularly (but not exclusively) through supporting new ways of giving to charities and through digital means".

As Trustees, we confirm that we have referred to the guidance contained in the Charity Commission's general advice on public benefit when reviewing the charity's aims and objectives and in planning future activities for the year.

### **Activities and Achievements**

The year from 1 October 2015 has been one of expansion and consolidation. Expansion across the wider charitable sector and consolidation in respect of the services and technologies provided.

During the year the technology was developed to offer donors the opportunity to make regular monthly donations (text and c/card). We also delivered a text raffle product and built a full silent auction suite. All these services are provided within our standard charging structure with no product fees, set-up or ongoing monthly fees.

**Activities and Achievements (continued)**

The B2B website was updated to include more information about our services, case studies and an improved navigation. On the core donation platform we made adjustments to be in line with the developing Donor Preference Service and to ensure we remain at the forefront of clear and best-practice digital fundraising.

Excluding Gift Aid, average donation levels are now at £96.17 (2015: £50.88) reflecting a focus on fundraising at live events and the use of NFS to replace either cash or 'pledges'.

In total (between 1 March 2013 and 30 September 2016) NFS has raised in excess of £549,000 from 9,484 donations (figures include Gift Aid). As of 30 September 2016 421 charities were registered with NFS.

We continue to run education sessions with partners and wider events to share learnings and promote the benefits of NFS. Of particular note was a re-run of an event at the Bulldog Trust with a wide range of charities participating. NFS also took a stand at the annual Institute of Fundraising Convention (July 2016) over three days to promote its services to a wide range of charities.

**Financial report for the period**

***Results for the period***

Total income for the period was £326,265 (2015 - £340,961), consisting of grants and other donations and commission earned through the NFS platform. This slowing of income reflects the tapering off of grants and the increasing reliance on earned income.

Charitable expenditure on activities in furtherance of the charity's objectives amounted to £350,902 (2015 - £418,728), predominately comprised of licence fees and bespoke development, configuration and fees relating to the charity's version of the licensed fundraising platform. Total expenditure for the period was £351,906 (2015 - £420,676).

The charity incurred an overall deficit of £25,641 (2015 - £79,715) for the year underwritten by its two principal creditors, Digital Information and Giving Ltd and Panlogic Ltd which, under the control of Mr Makower, continue to provide financial support during the transition to being reliant on earned income.

***Reserves policy***

The Trustees are mindful that the target for free reserves should be three months' running costs and work towards this objective.

***Financial position***

At the period end restricted funds were £nil (2015 - £8,100) and unrestricted funds were a deficit of £30,734 (2015- £13,193).

**Financial report for the period (continued)**

***Financial position (continued)***

The Trustees are confident that the charity will be able to meet its liabilities as they fall due or the foreseeable future and have plans to ensure that the charity can build its reserves up to an acceptable level. The Trustees, therefore, believe it is appropriate for the accounts to be prepared on a going concern basis.

This report was prepared under the Small Companies Regulations of the Companies Act 2006.

A handwritten signature in black ink, appearing to be 'M.A.' or similar, written in a cursive style.

Signed on behalf of the Trustees

Approved by the Board of Trustees on: 29 March 2017



**Independent examiner's report to the trustees of The National Funding Scheme**

I report on the financial statements of the charity for the year ended 30 September 2016, which are set out on pages 9 to 20.

We have audited the accounts of The National Funding Scheme for the year ended 30 September 2016, which comprise the statement of financial activities, the balance sheet, the principal accounting policies and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS102, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland.

**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 2011 Act) or under Regulation 10(1)(a) to (c) of the Charities Accounts (Scotland) Regulations 2006 (the 2006 Accounts Regulations) and that an independent examination is needed. Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- ◆ examine the accounts under section 145 of the 2011 Act and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 (the 2005 Act);
- ◆ follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 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 and is in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. 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 accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

**Independent examiner's statement**

In connection with my examination, no matter, except as disclosed below, has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

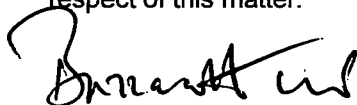
- ◆ to keep accounting records in accordance with section 386 of the Companies Act 2006 and section 44(1)(a) of the 2005 Act; and
- ◆ to prepare financial statements which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006, section 44(1)(b) of the 2005 Act and Regulation 8 of the 2006 Accounts Regulations and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

**Other matter**

We draw attention to the Assessment of going concern on page 11 of these financial statements which describes the reasons for the Trustees' assessment that the financial statements should be prepared on a going concern basis. Our opinion is not qualified in respect of this matter.



Edward Finch ACA  
Buzacott LLP  
Chartered Accountants  
130 Wood Street  
London EC2V 6DL

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**Statement of financial activities Year to 30 September 2016**

	Notes	Unrestricted £	Restricted £	2016 Total funds £	2015 Total funds £
<b>Income</b>					
Donations	1	—	308,760	308,760	327,626
Charitable activities	2	17,481	—	17,481	13,309
Interest receivable		24	—	24	26
<b>Total income</b>		<b>17,505</b>	<b>308,760</b>	<b>326,265</b>	<b>340,961</b>
<b>Expenditure</b>					
Cost of raising funds	3	1,004	—	1,004	1,948
Charitable activities	4	3,758	347,144	350,902	418,728
<b>Total expenditure</b>		<b>4,762</b>	<b>347,144</b>	<b>351,906</b>	<b>420,676</b>
Net income (expenditure) before transfers		12,743	(38,384)	(25,641)	(79,715)
Transfers between funds	14	(30,284)	30,284	—	—
<b>Net expenditure and net movement in funds</b>		<b>(17,541)</b>	<b>(8,100)</b>	<b>(25,641)</b>	<b>(79,715)</b>
<b>Reconciliation of funds:</b>					
Fund balances brought forward at 1 October 2015		(13,193)	8,100	(5,093)	74,622
<b>Fund balances carried forward at 30 September 2016</b>		<b>(30,734)</b>	<b>—</b>	<b>(30,734)</b>	<b>(5,093)</b>

All of the charity's activities derived from continuing operation during the above financial periods.

All recognised gains and losses are included in the above statement of financial activities.

The notes on pages 15 to 20 form part of the financial statements.

**Balance sheet** at 30 September 2016

	Notes	2016 £	2016 £	2015 £	2015 £
<b>Fixed assets</b>					
Intangible fixed assets	10		—		16,667
<b>Current assets</b>					
Debtors	11	8,952		16,858	
Cash at bank and in hand		<u>26,025</u>		<u>106,610</u>	
			34,977		123,468
<b>Current liabilities</b>					
Creditors: amounts falling due within one year	12	<u>(44,454)</u>		<u>(117,563)</u>	
<b>Net current assets</b>					
			<u>(9,477)</u>		<u>5,905</u>
<b>Total assets less current liabilities</b>					
			<u>(9,477)</u>		<u>22,572</u>
Creditors: amounts falling due after one year	13		<u>(21,257)</u>		<u>(27,665)</u>
<b>Total net assets</b>					
			<u>(30,734)</u>		<u>(5,093)</u>
<b>The funds of the charity:</b>					
Unrestricted funds			<u>(30,734)</u>		<u>(13,193)</u>
Restricted funds	14		—		<u>8,100</u>
			<u>(30,734)</u>		<u>(5,093)</u>

For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act.

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

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Signed on behalf of the Board of Trustees by:

Trustee 

Approved by the Board of Trustees on: 29 March 2017.

Registered Company Number 08223187 (England and Wales)

## Principal accounting policies 30 September 2016

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the accounts are laid out below.

### **Basis of preparation**

These accounts have been prepared for the year to 30 September 2016.

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant accounting policies below or the notes to these accounts.

The accounts 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 United Kingdom and Republic of Ireland (Charities SORP FRS 102)* issued on 16 July 2014, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities Act 2011 and the Charities Accounts (Scotland) Regulations 2006.

The charity constitutes a public benefit entity as defined by FRS 102.

The accounts are presented in sterling and are rounded to the nearest pound.

### **Reconciliation with previous Generally Accepted Accounting Practice**

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required.

### **Critical accounting estimates and areas of judgement**

Preparation of the accounts requires the trustees and management to make significant judgements and estimates.

The items in the accounts where these judgements and estimates have been made include:

- ◆ estimating the useful economic life of intangible fixed assets; and
- ◆ estimating the value of gifts in kind received.

### **Assessment of going concern**

The trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

These financial statements have been prepared on a going concern basis. The total funds of the charity are in deficit and the charity is reliant on financial support from Panlogic Ltd and Digital Information and Giving Ltd (who are providing extended credit on the £14,599 and £18,515 owed at the year end respectively, see note 16 to the accounts). The trustees are confident that the charity will be able to meet its liabilities as they fall due for the foreseeable future and have plans to ensure that the charity can build its reserves up to an acceptable level. For this reason the financial statements have been prepared on a going concern basis.

### **Income recognition**

Income is recognised in the period in which the charity has entitlement to the income, the amount of income can be measured reliably and it is probable that the income will be received.

Income comprises donations, commission earned on donations processed through the National Funding Scheme, investment income and income from charitable activities.

Donations processed through the National Funding Scheme are included within income as restricted donations. Any commission earned on these donations by the charity is included within income from charitable activities. The donations less the commission are subsequently passed onto the recipient organisations and included in expenditure as charitable donations. Any amounts not paid over to the recipients at the year end are included within creditors.

Donations are recognised when the charity has confirmation of both the amount and settlement date. In the event of donations pledged but not received, the amount is accrued for where the receipt is considered probable. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Donated services and facilities provided to the charity are recognised in the period when it is probable that the economic benefits will flow to the charity, provided they can be measured reliably. This is normally when the service is provided/the facilities are used by the charity. An equivalent amount is included as expenditure.

Donated services and 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 facilities or services of equivalent economic benefit on the open market.

In accordance with the Charities SORP FRS 102 volunteer time is not recognised.

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 recognition**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to make a payment 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.

All expenditure is accounted for on an accruals basis. Expenditure comprises direct costs and support costs. All expenses, including support costs, are allocated or apportioned to the applicable expenditure headings. The classification between activities is as follows:



**Debtors**

Debtors are recognised at their settlement amount, less any provision for non-recoverability. Prepayments are valued at the amount prepaid. They have been discounted to the present value of the future cash receipt where such discounting is material.

**Cash at bank and in hand**

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition.

**Creditors and provisions**

Creditors and provisions 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. Creditors and provisions are recognised at the amount the charity anticipates it will pay to settle the debt. They have been discounted to the present value of the future cash payment where such discounting is material.



**1 Donations and legacies**

	Unrestricted £	Restricted £	2016 Total funds £	2015 Total funds £
Set up grants				
· Garfield Weston Foundation	—	—	—	10,000
· Arts Council England	—	12,500	12,500	50,000
· AMEX	—	—	—	2,000
· Rothschild	—	15,000	15,000	—
National Funding Scheme donations	—	203,918	203,918	239,626
Donations – other	—	6,971	6,971	26,000
Gifts in kind (note 16)	—	70,371	70,371	—
<b>2016 Total funds</b>	<b>—</b>	<b>308,760</b>	<b>308,760</b>	<b>327,626</b>
<b>2015 Total funds</b>	<b>—</b>	<b>327,626</b>	<b>327,626</b>	

**2 Income from charitable activities**

	Unrestricted £	Restricted £	2016 Total funds £	2015 Total funds £
Commission on National Funding Scheme Donations	8,630	—	8,630	12,784
Event income	8,132	—	8,132	525
Other	719	—	719	—
<b>2016 Total funds</b>	<b>17,481</b>	<b>—</b>	<b>17,481</b>	<b>13,309</b>
<b>2015 Total funds</b>	<b>13,309</b>	<b>—</b>	<b>13,309</b>	

**3 Cost of raising funds**

	Unrestricted £	Restricted £	2016 Total funds £	2015 Total funds £
Costs of raising funds				
· Staff costs (note 6)	593	—	593	1,236
· Other	411	—	411	712
<b>2016 Total funds</b>	<b>1,004</b>	<b>—</b>	<b>1,004</b>	<b>1,948</b>
<b>2015 Total funds</b>	<b>1,948</b>	<b>—</b>	<b>1,948</b>	

**4 Charitable activities**

	Unrestricted £	Restricted £	2016 Total funds £	2015 Total funds £
Staff costs (note 6)	—	27,567	27,567	47,860
Consultancy fees	—	2,381	2,381	525
Resourcing contractors and hosting	—	79,035	79,035	73,639
Amortisation	—	16,667	16,667	33,333
Marketing	—	2,561	2,561	1,182
Transaction costs	—	8,760	8,760	6,571
Legal and professional fees	—	1,835	1,835	985
Support costs (note 7)	—	1,468	1,468	1,285
Charitable donations	—	203,918	203,918	239,626
Events	—	2,952	2,952	8,367
Governance costs (note 5)	3,758	—	3,758	4,841
Other	—	—	—	514
<b>2016 Total funds</b>	<b>3,758</b>	<b>347,144</b>	<b>350,902</b>	<b>418,728</b>
<b>2015 Total funds</b>	<b>4,841</b>	<b>413,887</b>	<b>418,728</b>	

**5 Governance costs**

	Unrestricted £	Restricted £	2016 Total funds £	2015 Total funds £
Staff costs (note 6)	1,482	—	1,482	2,472
Independent examination fees	2,200	—	2,200	2,300
Support costs (note 7)	76	—	76	69
<b>2016 Total funds</b>	<b>3,758</b>	<b>—</b>	<b>3,758</b>	<b>4,841</b>
<b>2015 Total funds</b>	<b>4,841</b>	<b>—</b>	<b>4,841</b>	

**6 Staff costs**

	2016 Total funds £	2015 Total funds £
Wages and salaries	29,125	47,658
Social security costs	517	3,910
	<b>29,642</b>	<b>51,568</b>

No employees received remuneration in excess of £60,000 during the period (2015 – none).

During the period, the average number of staff was one (2015 – one).

During the period, no expenses were reimbursed to any trustee (2015 - £nil).

**6 Staff costs (continued)**

The key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis comprise the Trustees. No Trustee received any remuneration for their services (2015 - £nil).

**7 Support costs**

The support costs incurred during the year to 30 September 2016 and the basis of their allocation were as follows:

	Cost of raising funds £	Charitable activities £	Governance £	Total £
Insurance	—	680	36	716
Travel and expenses	—	424	22	446
Telephone	—	124	6	130
Subsistence	—	10	—	10
Computer and software	—	230	12	242
	—	1,468	76	1,544

Any direct costs are charged to the relevant activity. Any indirect costs are allocated to each activity based on the estimated level of usage.

**8 Net movement in funds**

This is stated after charging:

	2016 Total funds £	2015 Total funds £
Staff costs (note 6)	29,642	51,568
Auditor's remuneration – current year	2,200	2,300
Amortisation (note 10)	16,667	33,333

**9 Taxation**

The National Funding Scheme is a registered charity and, therefore, is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

**10 Intangible fixed assets**

	Software Licence £
<b>Cost</b>	
At 30 September 2015 and 30 September 2016	<b>100,000</b>
<b>Amortisation</b>	
At 30 September 2015	<b>83,333</b>
Charge for the year	<b>16,667</b>
At 30 September 2016	<b>100,000</b>
<b>Net book value</b>	
At 30 September 2016	—
At 30 September 2015	<b>16,667</b>

**11 Debtors**

	2016 £	2015 £
Prepayments	7,812	8,741
VAT recoverable	94	3,153
Gift aid receivable	1,046	4,964
	<b>8,952</b>	<b>16,858</b>

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

	2016 £	2015 £
Trade creditors	15,876	32,328
Loan from Digital Information Giving Ltd	10,631	—
Amounts due to affiliates with charitable purpose	15,224	82,862
Accruals	2,200	2,200
Tax and social security	523	173
	<b>44,454</b>	<b>117,563</b>

The amounts due to affiliates with charitable purpose are held in a separate bank account, as agreed with the Charity Commission.

**13 Creditors: amounts falling due after one year**

	2016 £	2015 £
Trade creditors	21,257	27,665
	<b>21,257</b>	<b>27,665</b>

#### 14 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants to be applied for specific purposes.

	At 30 September 2015 £	Income £	Expenditure £	Transfers £	At 30 September 2016 £
Start up grants	3,933	34,471	(68,688)	30,284	—
National Funding Scheme donations	—	203,918	(203,918)	—	—
Software acquisition fund	4,167	—	(4,167)	—	—
Gifts in kind	—	70,371	(70,371)	—	—
	<u>8,100</u>	<u>308,760</u>	<u>(347,144)</u>	<u>30,284</u>	<u>—</u>

The specific purposes for which the funds are to be applied are as follows:

##### *Start up grants*

This fund represents grants received to be used towards the development and implementation of the National Funding Scheme digital fundraising platform.

##### *Software acquisition fund*

This fund represents a donation received to be used towards part payment of software license costs. Expenditure incurred in relation to this fund represents amortisation of the software.

#### 15 Analysis of net assets between funds

Fund balances at 30 September 2016 are represented by:

	General funds £	Restricted funds £	Total 2016 £	Total 2015 £
Intangible fixed assets	—	—	—	16,667
Current assets	34,977	—	34,977	123,468
Creditors amounts falling due within one year	(44,454)	—	(44,454)	(117,563)
Creditors amounts falling due after one year	(21,257)	—	(21,257)	(27,665)
Total net assets	<u>(30,734)</u>	<u>—</u>	<u>(30,734)</u>	<u>(5,093)</u>

#### 16 Related party disclosures

The Trustees acknowledge the considerable support given by many individuals and organisations. Specifically Bates Wells Braithwaite for legal work, Panlogic Ltd for technical development and administration support and Digital Information Giving Ltd for technical hosting and maintenance.

William Makower is a shareholder director of Panlogic Ltd and Digital Information and Giving Ltd and a serving trustee of The National Funding Scheme.

**16 Related party disclosures (continued)**

- ◆ During the period, William Makower provided advisory services to the charity on a volunteer basis (with no charge to the charity) at a value of £27,445 (2015 - £46,512). William Makower received no payment for provision of trustee services or advisory services to the charity during the period.
- ◆ During the period, the charity did not pay Panlogic Limited in relation to rent, marketing and staff time. Panlogic Limited provided £70,371 (2015 - £48,415) of pro-bono support to the charity during the period. This has been recognised as a gift in kind in the financial statements.
- ◆ At the year end £18,515 (2015 - £37,310) was owed to Panlogic Ltd.
- ◆ During the year, the charity paid Digital Information and Giving Ltd £8,664 (2015 - £23,664) for hosting and maintenance costs. There was a balance of £14,599 (2015 - £17,198) owed to Digital Information and Giving Ltd at 30 September 2016.
- ◆ In the period to 30 September 2013, the charity paid Digital Information and Giving Ltd £100,000 (£33,333 per annum) for a three year software licence exclusively for the UK charitable arts/heritage sector and in order for the charity to meet its defined charitable purposes and fundraising objectives.
- ◆ During the year, donations of £nil (2015 - £21,000) were received from the Trustees.