

2017

Annual Report & Accounts

BREADLINE

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Trustees & Staff

Trustees

Ian Hames (Chairman)

Steve Hunt (Secretary. Retired 14. October 2017)

Ian Hames (Temporary Secretary from 14 October.2017)

Rachel Samways (Treasurer)

Jeremy Starling

Di Acaster (Trustee until 1 September.2017)

Rachel Boyes

Sandi Durnford-Slater (retired 14 October 2017)

Barry Fawcett

Paul Furlong

Staff

Brian Pile (Executive Director)

Di Acaster (Assistant Director from 1 September 2017)

Trustees' Report - Mission and Activities

The Trustees present their report and accounts for the year ended 31 December 2017. Breadline is a Christian charity constituted as a company limited by guarantee, incorporated on 16 January 1997, and is therefore governed by its Memorandum and Articles of Association. The Trustees meet regularly to manage its affairs. The day-to-day administration and liaison with project partners is carried out by the Executive Director.

Our Objective and Mission

Our objective is to help to relieve poverty in Eastern Europe. Our particular mission is in the Republic of Moldova where we give empowering support to local churches and charities that are committed to serving the poor and disadvantaged in their communities. We work alongside local Christians as they seek to embody the life of Jesus Christ in their local communities through word and action.

Our Aims

- **Sustainability** - To help people to escape the poverty trap, discover their full potential and live sustainable lives.
- **Partnerships** - To develop partnerships with Christians and local churches to enable them to develop ongoing community projects and ministries.
- **Links** - To link churches and charities in the West with churches and charities in Moldova.
- **Unconditional support** - As a Christian charity, to work unconditionally with the poor as we seek to demonstrate, through word and action, God's love for all people. We respect the right of individuals to pursue their own beliefs and never press our faith on those we are working with.

Key Goals

- **Facilitate** - Sustainable community development initiatives.
- **Promote 'children at risk' education and prevention of trafficking** - Through partner projects such as children's day centres, shelter homes and education on a range of topics including health, inclusion, nutrition, sex, people trafficking and lifestyle.
- **Job creation** - Income generation.
- **Train** - Equip members of the local communities with essential skills.
- **Support** - For those who cannot speak for themselves.
- **Build networks** - Between people, churches and organisations in Moldova and the West.

- **Capacity building** - Help our partner churches and charities in Moldova to grow into sustainable organisations that can continue the work in their communities in the long term without undue dependency on a small number of Western donors by supporting training in project cycle management, governance, fundraising and publicity, and organisational development.

Key Values

- **Unconditional** - Support offered regardless of religion, sex, colour and ethnic origin.
- **Participative** - Involvement of all stakeholders.
- **Relevant** - Appropriate interventions that demonstrate respect for rights and choices.
- **Avoiding dependency** - Emphasis on achieving ownership, empowerment and sustainability.
- **Friendship** - Relationships modelled on friendship not paternalism.
- **People centred** - Transformation through people-centred approach to change: 'process not package'.

Overview of Developments, Activities and Achievements

In 2017 our church and charity partners in Moldova continued to embrace ministries across the full spectrum of age groups including children at risk, the elderly and people with disabilities and special needs. Supported activities included: provision of day centre activities and camps offering respite for children at risk including those with disabilities; projects aimed at reducing the risk for vulnerable girls from trafficking; mobile clinics to remote rural communities; vocational/work skills/language training; supporting disadvantaged young people through higher education; advocacy, training and specialist therapy for people with visual impairment and disabilities; inclusion of people with disabilities; training for churches, social workers and charities; farmer self-sufficiency projects; coordination of transport and facilitating delivery of over 20,000kg of material aid from supporters and UK partners to beneficiaries; welfare support for families and the elderly at risk, including emergency wood and heating, winter emergency food supplies and support for medical costs and clothing; evangelical programmes; a mobile training team to train a core of 33 churches; and financial support of church leaders and their families.

UK Partners and Networking - In 2017 we established new links with the Slavic Gospel Association and Ruislip Baptist Church. Existing partnerships with a number of UK charities, including

Medical Missionary News and Moldova Mission, continued to develop. We were delighted to have several opportunities to work together on the ground in support of our partners in Moldova. We are also very grateful for the advice and support we have received from Christian farmers and other members of the community in Northern Ireland, who continue to play a key role in the development of the Tabita agricultural project we support in Dancu, western Moldova.

USA Partners - In 2017 Breadline continued to work closely with our USA charity partner Globalway and Agriconnect Ministries to raise funds and provide advice towards the development of our partner Tabita in Dancu, Moldova.

Field - Between them Executive Director Brian Pile and Assistant Director Di Acaster made 6 visits to Moldova in 2017, spending time with several partners teaching, researching case studies, analysing community needs, reporting, monitoring and evaluating projects and facilitating ministry capacity building. One Breadline Trustee visited our partners in Moldova to evaluate and participate in partner projects.

UK - Brian Pile and Di Acaster gave presentations on the work of Breadline to churches and small groups across the UK. They also advised churches and missionaries in developing partnerships with Moldovan charities and churches.

Summary of Partner Supported Activities in Moldova

• **Building Sustainable Livelihoods** - In 2017 our partners continued to help others in their communities to build sustainable livelihoods through a range of small, low-cost projects that in recent years have transformed the lives of hundreds of people and their families.

Projects we supported included:

– **Dancu Church Tabita Agricultural Association** - 240 farmers received mechanisation support to develop their land, and an additional 20 poor farmers received free start-up assistance to make their land productive again. We also funded Tabita's second commercial polytunnel. This will be used to produce food for welfare projects and the commercial market from 2018 onwards. Following a poor wheat harvest, we also provided emergency financial support for 28 Tabita workers.

– **Dancu Tabita Cheese Project** - We contributed to the construction and equipping of a modern cheese making plant which was completed in March 2017 and which began producing Cheddar and Gouda cheese for church welfare projects and the Moldovan market in

November 2017. Revenue will be used for the development of the charity Tabita Agricultural Association and Dancu church mission and welfare projects. We are very grateful for the advice and onsite training of cheese expert Gary Andrews (below - right) from Loughry College in N.I.

– **Dancu Tabita Dairy Project** - Our ongoing support enabled the dairy to expand to over 60 cattle including 38 milking cows and 2 Holstein bullocks, which when mature in January 2018, will be used to enhance the development and milk output of the herd. The free distribution of the dairy's whey milk enabled 50 poor families to earn an income from pig farming.

– **Education** - 25 adults and teenagers were helped through school, vocational and higher education courses - i.e. teaching, dressmaking & design, journalism, driving. We were delighted to see a number of young women at risk from trafficking secure work through this project.

– **Work Skills Training** - We continued to support a woodwork skills project in Dancu which trains up to 8 young people weekly in basic skills. Support has included funds towards materials, tools, heating and running costs.

– **Small Business Start Up & Development** - With the kind help of baker Robert Ditty from Castledawson in N.I. we also contributed to the ongoing development of a community bakery in Dancu which opened in March 2017, which is producing bread for several feeding projects for the elderly and poor families, summer camps and weekly clubs for children, numerous church community events and outreach to several prisons. We also supported a pastors income generation bee honey project in Minger.

– **Building Links** - In October 2017, we supported a visit to UK by Pastor Slavic Duman from Dancu where he had the opportunity to meet UK partner churches and trusts and undertook training in cheese testing at Loughry college in Northern Ireland. We are grateful to all who so kindly hosted and contributed to these visits. We remain very grateful to all the teams, individual supporters and experts who so kindly gave their time to support our partners projects in Moldova during the year.

Children at Risk

– **Prevention of Trafficking** - In 2017, our main input in this area has been to support over 20 young women at risk of trafficking through education and vocational training courses and children's clubs & activities where

our partners can monitor girls who are especially at risk.

➤ **Children's Ministries** - We also continued to support weekly church run clubs and activities for over 100 teenagers and children at risk in 4 villages Dancu, Poganesti, Jagver and Corbani, including an after school music school and brass band for up to 36 young people from Dancu and adjacent communities. In Dancu. We also provided funds towards special away days for children with disabilities and the children's music school (below) and funded a Christmas event for children from several communities.

Support and Inclusion for the Disabled

➤ **Inclusion for the Disabled** - We continued to support the development of an inclusion project which is helping over 30 disabled adults, children and their carers from 4 villages (Dancu, Poganesti, Caiera and Calmitui) become more integrated into community life including the training of local school teachers in how to teach children with special needs and disabilities.

➤ **Projects in Support of the Disabled** - Support was given to a day centre (Charity Mission Moldova - below) in Straseni for 20 disabled children and a special international Children's Day event the centre ran in June 2017. We also supported day centre activities for disabled children in Dancu, which included beneficiaries from several other villages

Family Welfare and Medical Support

➤ **Food Aid** - With Breadline's support 240 poor families received vital food supplies through Tabita in Dancu - i.e. 400kg of wheat and 100kg sunflower seed per family. 30 families at risk received emergency food comprising potatoes and onions.

➤ **Mobile Clinics, Care in the Community & Family Medical Assistance** - With the kind support of our UK partner Medical Missionary News, our partner Emanuel Clinic held 14 mobile clinics for 1800 people from 14 rural communities. MMN's support also enabled 27 people, to receive assistance towards vital medical tests and treatment. Together with MNN we also provided essential medical supplies and equipment for Emanuel Clinics Care in the Community Project.

➤ **Medical Conferences & Training** - With MMN's help we also contributed to Emanuel Clinic holding an evangelistic summer camp for 73 medical students a medical/evangelistic conferences for 163 medical professionals, and 3 training events for medical staff.

➤ **Emergency Wood and Heating** - 40 extremely poor families including vulnerable elderly people, several with disabled children, received gifts of wood & briquettes for winter heating and cooking fuel.

➤ **Aid** - Supporters, churches and UK partners Moldova Mission, kindly sent over 27,000kg of Christmas shoeboxes, clothing, tools, domestic and medical items which have been distributed to 7 villages, several hospitals and a clinic.

➤ **Emergency Welfare** - We gave towards the renovation of 3 homes of impoverished families, including the building of an internal bathroom and toilet for a severely disabled boy and provision of washing and water supplies for several other families. We also supported daily care arrangements for 2 elderly people and a number of disabled men in Dancu and Calmitui.

Church Ministries and Training

➤ **Church Training** - Your support enabled a Mobile Training Team to deliver training to 33 churches in remote rural areas, including a programme of 5 Bible training modules for up to 40 students a time for pastors, missionaries and emerging leaders.

➤ **Youth and Children's Work** - We gave over 130 children the opportunity to attend 2 summer camps, including a camp for disabled children. We also supported a community youth project (Youth in Action) in Dancu which cleans and decorates elderly people's homes.

➤ **Ministry Support** - We contributed towards the ministries and welfare of 14 church leaders and missionaries.

➤ **Breadline Input** - In 2017, 2 Breadline Trustees and our Executive Director and Assistant Director visited our partners in Moldova to evaluate, train and participate in partner projects.

➤ **Visits** - We are deeply grateful for all the teams and individuals from Churches and other organisations in the UK who visited our partners in 2017 and gave them so much encouragement and support in the activities they participated in.

UK & USA links

Breadline continued to facilitate links between churches/organisations/individuals in the UK, USA and Moldova.

Churches - Links involved Maghull Baptist Church, Lighthouse Church Magherafelt, Life Church Warrington, Seaford Baptist Church, Trinity Baptist Church & Gospel Hall Maryport, Christ Church Purley, Christ the King Church Kettering, Ruislip Baptist the

Carpenter's Arms Fellowship Deal, and Macclesfield and Bollington URC.

Supporter Visits to Moldova - We would like to thank all who made personal visits to our partners in Moldova, including several teams who helped with children's summer camps.

Future Developments

We will continue to seek support for our partner projects and ministries and, wherever possible, facilitate direct links with individuals and churches in the UK. In 2018/19 we look forward to continuing our support for a number of new and ongoing projects, including:

- The funding and development of the Dancu Tabita Agricultural Association project which continues to be a high priority. In 2018/19 we will especially focus on Tabita's organisational capacity building and training strategy and facilitating the development of its dairy, horticultural and agricultural projects. All these income generation projects will provide additional opportunities for employment, and the development of welfare and church outreach projects that will impact several communities. We are delighted to see so many visits to Tabita from Moldovan churches, missionary organisations such as Operation Mobilisation and Mission Without Borders and teams from as far away as India who recognise that the association is fast becoming a benchmark model for church inspired community development.
- The continuing support of the vital work of the Dancu Mobile Training Team (MTT) in its delivery of a training programme for equipping leaders and members from 33 churches in its region. Our support will include facilitating the development of an expanded MTT team, training and establishment of local missionaries in 5 villages and supporting major evangelical programmes.
- Development of church ministries to people with disabilities and inclusion awareness education.
- With the assistance of MMN to enable our partner Emanuel Clinic to develop its mobile clinic activities and programme of training and educational conferences for medical professionals throughout Moldova.
- A continuing emphasis on equipping and enabling our partner churches and charities in Moldova to be more effective in what they do, through training in leadership, teamwork, management and fundraising.

- Empowering the poor and marginalised to realise their potential and achieve sustainable livelihoods through encouragement, practical support and training, especially projects which enable young people to develop their gifts and skills to serve others in need in their own communities.
- Supporting projects that provide young people at risk from trafficking with educational and vocational training opportunities.
- Supporting projects that bring churches and communities together, educational resources for schools and family welfare.

THANKS

We give thanks, praise and glory to God for His amazing provision for Breadline in 2017 through so many individual supporters, UK grant making trusts, churches, schools and volunteers.

Directors' Report Financial Information

Financial Review

During the year to 31 December 2017 income was £191,665 and expenditure was £176,953 resulting in a net surplus for the year of £14,712, compared with a net deficit of £9,209 in 2016. Funds carried forward at 31 December 2017 were £43,291 income increased by 50,809 in 2017 compared with a decrease of £30,036 in 2016.

Funds and reserves

Funds at 31 December 2017 amounted to £43,291, being £31,747 in Restricted Funds and £11,544 in Unrestricted Funds. Restricted Funds represent the balance of donations specifically given in support of particular families and projects by schools, churches, individuals and grant making trusts. Unrestricted Funds represent the charity's general funds and the charity's reserves at 31 December 2017. The charity has a policy of holding reserves to cover the immediate commitments for expenditure from general funds pending receipt of income to finance these.

Tangible fixed assets

Tangible fixed assets at 31 December 2017 (net book value) consisted of minor office equipment fully written off (2016: nil).

Investments

The charity has powers to invest moneys not immediately required in or upon such investments or property and in such manner as it may think fit. There were no investments at 31 December 2017.

Risk management

The major risks to which the charity is exposed have been reviewed and systems have been established to mitigate those risks.

Trustees

The Trustees are the Directors of Breadline, the company and registered charity referred to on the cover of this report, and there are no other Trustees. The names of the Trustees who served during the year are shown on page 2.

Trustees are appointed by resolution of existing Trustees, subject to re-election at the next Annual General Meeting and by rotation thereafter.

Statement of Trustees' responsibilities

The Trustees are required by law to prepare financial statements for each financial year which give a true and fair view of the financial activities of the charity and of its financial position at the end of that year.

In preparing the financial statements the Trustees are required to:

- Select suitable accounting policies and apply them consistently.
- Make judgments and estimates that are reasonable and prudent.

BREADLINE

- State whether the policies adopted are in accordance with the Companies Act 2006 and with applicable accounting standards and statements of recommended practice, subject to any material departures disclosed and explained in the financial statements.
- Prepare the financial statements on a going concern basis unless it is inappropriate to assume that the charity will continue in operation.
- Keep proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and ensure that the financial statements comply with relevant legislation. The Trustees 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.

Approval

The above Directors' Report has been prepared in accordance with the special provisions relating to small companies within part 15 of the Companies Act 2006.

This report was approved by the Trustees on 2 June 2018 and signed on their behalf by:

Ian Hames
Chairman

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF BREADLINE

I report on the accounts for the year ended 31 December 2017 set out on pages 12 -14.

Respective responsibilities of trustees and independent examiner

The Trustees (who are also Directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's Trustees consider that an audit is not required for this year under section 43(2) of the Charities Act 1993 (the 1993 Act) and that 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 43 of the 1993 Act;
- to follow the procedures laid down in the General Directions given by the Charity Commission under section 43 (7) of the 1993 Act; and to 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 accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking of explanations from you as Trustees concerning 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 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 accounts which accord with the accounting records, comply with the accounting requirements of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities (revised 2005) have not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Date: 2 June 2018

Alan Deans
2 Wingate Close
Kettering
Northants
NN15 5BD

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Statement of Financial Activities for the year ended 31 December 2017 (incorporating Income and Expenditure Account)

	Notes	Unrestricted Funds 2017	Restricted Funds 2017	Total Funds 2017	Total Funds 2016
Incoming Resources					
Voluntary income	1(b),2				
Donations and Gifts	1(c)	38,370	137,296	175,666	134,153
Activities for generating funds			-		
Interest receivable	1(d),3	14	-	14	48
Income Tax Reclaimed		15,905	80	15,985	6,655
Total Incoming Resources		54,289	137,376	191,665	140,856
Total Resources Expended					
Cost of generating funds					
Fundraising and Publicity	1(e),5	8,416	-	8,416	7,950
Charitable Activities					
Partner support - Grants	1(e),4	15,895	128,926	144,821	125,399
Partner support - Services	1(e),5	892	2,003	2,895	9,710
Governance Costs	1(e),5	20,721	100	20,821	7,006
Total Resources Expended		45,924	131,029	176,953	150,065
NET DEFICT/SURPLUS FOR THE YEAR					
		8,365	6,347	14,712	-9,209
RECONCILIATION OF FUNDS					
Total Funds brought forward		3,179	25,400	28,579	37,788
Total Funds carried forward		11,544	31,747	43,291	28,579

The charity has no gains or losses other than those included in the figures above.
The notes on pages 12-14 form part of these accounts.

Balance Sheet
as at 31 December 2017

	Notes	2017	2016
Current Assets			
Debtors	6	-	-
Office equipment		-	-
Cash at bank and in hand		43,799	28,899
Total Current Assets		43,799	28,899
Creditors: amounts falling due within one year	7	508	320
Net Assets		43,291	28,579
Funds			
Represented by:			
Unrestricted - General Funds	1(g),8	11,544	5,038
Restricted Funds	1(h),9	31,747	23,541
Total Funds		43,291	28,579

These accounts have been prepared in accordance with the special provisions relating to small companies within part 15 of the Companies Act 2006.

For the financial year ended 31 December 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006; and no notice has been deposited under section 476.

The Trustees acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 [of the Act] and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

The financial statements were approved by the Trustees on 2 June 2018 and signed on their behalf by:

Ian Hames
Chairman

The notes on pages 12 -14 form part of these accounts.

Notes to the Accounts for the year ended 31 December 2017

1. Accounting policies

(a) The accounts are prepared under the historical cost convention and include the results of the charity's operations which are described in the Trustees' Report and all of which are continuing.

The accounts have been prepared in accordance with the Statement of Recommended Practice (revised 2005), the 2008 Regulations (The Charities [Accounts and Reports] Regulations) and with applicable Accounting Standards which comply with the Companies Act 2006.

The charity has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement.

(b) Donations, legacies and any applicable tax recoverable are accounted for on a cash received basis. Any items to which the charity is entitled and which have not been received by the balance sheet date are also included if the amount receivable can be ascertained with reasonable accuracy.

(c) Grants receivable are accounted for on the basis of cash received.

(d) Interest is accounted for on a cash received basis and is received without deduction of tax.

(e) Resources expended are accounted for on an accruals basis. Resources expended other than grants made are analysed as appropriate to the charity.

(f) Purchases of office furniture and equipment are, where material, capitalised as tangible fixed assets and depreciated over their useful lives. Where not material they are written off in the year of acquisition.

(g) Unrestricted Funds are the funds expendable at the discretion of the Trustees in furtherance of the charity's objects.

(h) Restricted Funds are those for which the use has been restricted to a specific purpose by the donor and are separately accounted for.

2. Donations

Donations received

Tax recoverable

Unrestricted Funds 2017	Restricted Funds 2017	Total Funds 2017	Total Funds 2016
38,370	137,296	175,666	134,153
15,905	80	15,985	6,655
54,275	137,376	191,651	140,808

3. Interest

Bank interest received

Unrestricted Funds 2017	Restricted Funds 2017	Total Funds 2017	Total Funds 2016
14	-	14	48

Notes to the Accounts (continued)

4. Grants made for relief of poverty in Moldova

Further details of grants are disclosed in the Trustees' Report.

Unrestricted Funds 2017	Restricted Funds 2017	Total Funds 2017	Total Funds 2016
15,895	128,926	144,821	125,399
15,895	128,926	144,821	125,399

5a. Resources expended other than Grants made 2017

Salaries

Travelling expenses

Governance

Total

Fundraising & Publicity 2017	Partner Support 2017	Governance & Management 2017	Total 2017
8,329	8,329	-	16,658
1,789	1,777	-	3,566
-	2,895	8,013	11,908
10,118	13,001	9,013	32,132

5b. Resources expended other than Grants 2016

Salaries

Travelling expenses

Governance

Total

Fundraising & Publicity 2016	Partner Support 2016	Governance & Management 2016	Total 2016
7,500	7,500	-	15,000
450	2,210	-	2,660
-	-	7,006	7,006
7,950	9,710	7,006	24,666

Notes to the Accounts (continued)

6. Debtors

Income tax recoverable

Sundry Debtors

Prepayments

Total Debtors

2017	2016
-	-
-	-
-	-
-	-

7. Creditors: amounts falling due within one year

Sundry creditors and accruals

PAYE and National Insurance

Total Creditors

-	-
340	-
168	320
508	320

8. Unrestricted Funds

The balance on Unrestricted Funds in hand was £11,544 as at 31 December 2017 (2016: £5,038). Further details are given in the Directors' Report on page 8.

9. Restricted Funds

Restricted Funds represent grants given for the relief of poverty in Moldova consisting of grants from charitable trusts and donations from churches, schools and individuals to assist specific families and projects in Moldova, less expenditure incurred.

The balance on Restricted Funds in hand of £31,747 as at 31 December 2017 (2016: £23,541) is represented by cash at bank.

10. Taxation

The charity is not liable for income tax or corporation tax on income derived from charitable activities, as these fall within various exemptions available to charities.

11. Employees

The charity had one part-time employee up to 1 October 2017 and two part-time employees from 1 October to 31 December 2017. Total remuneration

was £16,650 (2016: £15,000). Trustee, Rachel Samways, received £4,110 in fees for her service as treasurer. No other remuneration was paid to Trustees