

Registered number
2317743

EAST DURHAM COMMUNITY INITIATIVES LIMITED

Report and Accounts

31 March 2018

EAST DURHAM COMMUNITY INITIATIVES LIMITED
Report and accounts
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EAST DURHAM COMMUNITY INITIATIVES LIMITED
Company Information

Elected Trustees

D.D. Mercer - Chairperson
Mrs A Brown
D Brown - Vice Chairperson
Mrs O Guy

Secretary

Mrs A Brown

Accountants

Jacs Accountancy
35 Seaside Lane
Easington Colliery
Peterlee
Co Durham
SR8 3PG

Bankers

Barclays Bank
57 Fawcett Street
Sunderland
SR1 1SD

Solicitors

Murray Humphries
41 Church Street
Seaham
Co Durham
SR7 7EJ

Registered office

Jobling House
19 Vane Terrace
Seaham
Co Durham
SR7 7AU

Registered number

2317743

EAST DURHAM COMMUNITY INITIATIVES LTD
(A COMPANY LIMITED BY GUARANTEE)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST MARCH 2017

Chairman's statement

The financial year ending 31st March 2018 has continued to be financially challenging. Despite no financial uplift from Government for the services we provide on their behalf we have continued to adapt and change to meet our obligations despite the continued austerity cuts to our service. East Durham Community Initiatives has maintained the radical restructuring undertaken in previous challenging years and have continued to maintain the reduction of our fixed and variable costs to a point where no further reductions in operating costs can be undertaken without reducing and adversely impacting on the quality of our service provision.

However, we still strive to seek other funding routes to supplement the funding we currently receive from the government to operate our homeless project. To enable us to continue to meet our obligations, we propose a new and proactive strategy for the following financial year that will assist us in improving our opportunities of receiving grant funding from other funders.

Our current office manager is approaching external grant trusts to fund an increase the hours she works. The additional extra hours will be specifically ring fenced for her to develop our fundraising capabilities and opportunities so that we can fully meet our charitable aims and our contractual obligations to support our overall aim of maintaining and improving our service provision for homeless young people in the East Durham area.

It is pleasing to note that this new fundraising strategy has started to provide results as we have been successful in receiving our first grant from Santander for £4940. I remain confident that our new strategy will secure additional funding in the next financial year.

The trustees recognise the hard work and dedication of the staff in managing the services we provide both to individuals and to organisations, and we also know that none of this is achievable without the commitment and dedication that enables us to carry out these services. It is impossible to emphasise enough our gratitude to the staff who give so much of their time to support the local community. The trustees would also like to thank all the organisations who provided financial or voluntary support; with their help and with good management we have continued to deliver our core requirements, and so we offer sincere thanks to all our staff, volunteers, supporters and friends. Looking to the future, we have many new challenges, not least in the reduction in funding for the services we provide.

We will continue to be a responsible and accountable charity as this is an integral part of delivering our aims and objectives as stated in our articles of association, this not only reflected in our culture, but also in our approach to governance and delivering our services whilst observing our commitment to our charitable works. Our commitment to serve the local communities in which we operate is stronger than ever.

As the Chairman I continue to be pro-active by ensuring The Charities policies and procedures are monitored and maintained to ensure we continue to promote a robust and effective system of internal controls and risk management, these processes are an essential part of EDCI governance strategy and a key part of operating as a responsible charity. I can confirm that the Board is committed to ensuring that we not only operate effectively, but that each Trustee remains committed to their role and continues to make a valuable contribution to the business.

As a Trust, We still concede that this year has been one of consolidation in an environment of government cuts to our projects however we remain confident that we will be proactive in developing new strategies and take appropriate actions in order to continue to meet the changing needs of the community and securing new income streams which will enhance our long-term growth prospects in our areas of operation. This reflects our belief that we will continue to support our community in future years.

Small company provisions

This report has been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

This report was approved by the board on 31 July 2018 and signed on its behalf.

Derek D. Mercer
Chairman

EAST DURHAM COMMUNITY INITIATIVES LIMITED
Accountants' Report

Accountants' report to the trustees of
EAST DURHAM COMMUNITY INITIATIVES LIMITED

You consider that the company is exempt from an audit for the year ended 31 March 2018. You have acknowledged, on the balance sheet, your responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts. These responsibilities include preparing accounts that give a true and fair view of the state of affairs of the company at the end of the financial year and of its profit or loss for the financial year.

In accordance with your instructions, we have prepared the accounts which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records of the company and on the basis of information and explanations you have given to us.

We have not carried out an audit or any other review, and consequently we do not express any opinion on these accounts.

Jacs Accountancy
Accountants

35 Seaside Lane
Easington Colliery
Peterlee
Co Durham
SR8 3PG

19 June 2018

EAST DURHAM COMMUNITY INITIATIVES LIMITED
Statement of Financial Activities
for the year ended 31 March 2018

	Notes	Unrestricted Funds	Restricted Funds	2018 £	2017 £
Income					
Voluntary Income	3	71,284	4,940	76,224	71,284
Sales Income		-	-	-	-
Activites Offered		47,246	-	47,246	51,503
		<hr/>	<hr/>	<hr/>	<hr/>
Total Incoming Resources		118,530	4,940	123,470	122,787
		<hr/>	<hr/>	<hr/>	<hr/>
Cost of sales				(26)	-
				<hr/>	<hr/>
Net Incoming Resources				123,444	122,787
Administrative expenses				(142,162)	(136,615)
				<hr/>	<hr/>
Net Resources after Expenditure	4			(18,718)	(13,828)
Exceptional items: profit on the disposal of tangible fixed assets				-	300
				<hr/>	<hr/>
				(18,718)	(13,528)
Investment Income					
Interest receivable				71	80
				<hr/>	<hr/>
Net Movement in Funds prior to Taxation				(18,647)	(13,448)
Tax on loss on ordinary activities				-	-
				<hr/>	<hr/>
Net Movement in Funds in the Financial Year				(18,647)	(13,448)
				<hr/>	<hr/>

EAST DURHAM COMMUNITY INITIATIVES LIMITED**Balance Sheet****as at 31 March 2018**

	Notes	2018	2017
		£	£
Fixed assets			
Tangible assets	5	13,644	14,600
Current assets			
Cash at bank and in hand		3,295	21,099
Creditors: amounts falling due within one year	6	(1,680)	(1,793)
Net current assets		<u>1,615</u>	<u>19,306</u>
Net assets		<u>15,259</u>	<u>33,906</u>
Capital and reserves			
Unrestricted Funds	7	15,259	33,906
Total Funds		<u>15,259</u>	<u>33,906</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

Members have not required the company to obtain an audit in accordance with section 476 of the Act.

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

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

D D Mercer

Director

Approved by the board on 31 July 2018

EAST DURHAM COMMUNITY INITIATIVES LIMITED

Notes to the Accounts

for the year ended 31 March 2018

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Incoming Resources from grants, which are related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance.

Donated services are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these financial statements.

Trading income is included as it is received.

Rental income is included when receivable.

Placement income is included as it is invoiced.

Investment income is included when receivable.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Freehold Property	2% straight line
Plant and machinery	25% straight line
Motor vehicles	25% straight line

Funding Accounting

Unrestricted Funds are 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.

Restricted Funds are funds which are to be used in accordance with specific restrictions imposed by their donors or which have been raised by the Charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund.

Transfer between funds represent fixed assets that have been paid for in the year out of restricted funds.

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse.

EAST DURHAM COMMUNITY INITIATIVES LIMITED
Notes to the Accounts
for the year ended 31 March 2018

2 Legal Status

East Durham Community Initiatives Ltd is a company limited by guarantee and as such has no share capital. In the event of the charitable company being wound up, the trustees would be required to contribute an amount not exceeding £1. There was 4 trustees at 31st March 2016. (2015 - 5)

3 Voluntary Income

	<u>Unrestricted</u>	<u>Restricted</u>	<u>2018</u> <u>Total</u>	<u>2017</u> <u>Total</u>
Grants				
Durham County Council	71,284		71,284	71,284
Santander		4,940	4,940	
 Donations				
	<u>71,284</u>	<u>4,940</u>	<u>76,224</u>	<u>71,284</u>

4 Operating profit

	2,017	2,016
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	<u>956</u>	<u>1,456</u>

EAST DURHAM COMMUNITY INITIATIVES LIMITED
Notes to the Accounts
for the year ended 31 March 2018

5 Tangible fixed assets

	Land and buildings £	Plant and machinery etc £	Motor vehicles £	Total £
Cost				
At 1 April 2017	25,123	34,554	4,000	63,677
At 31 March 2018	<u>25,123</u>	<u>34,554</u>	<u>4,000</u>	<u>63,677</u>
Depreciation				
At 1 April 2017	12,523	34,554	2,000	49,077
Charge for the year	456	-	500	956
At 31 March 2018	<u>12,979</u>	<u>34,554</u>	<u>2,500</u>	<u>50,033</u>
Net book value				
At 31 March 2018	<u>12,144</u>	<u>-</u>	<u>1,500</u>	<u>13,644</u>
At 31 March 2017	<u>12,600</u>	<u>-</u>	<u>2,000</u>	<u>14,600</u>

6 Creditors: amounts falling due within one year

	2018 £	2017 £
Trade creditors	<u>1,680</u>	<u>1,793</u>

EAST DURHAM COMMUNITY INITIATIVES LIMITED
Notes to the Accounts
for the year ended 31 March 2018

7 Unrestricted Funds	31.03.17	Income	Expenditure	Transfer	31.03.18
	£	£	£		£
General	<u>33,906</u>	<u>123,541</u>	<u>142,188</u>	<u> </u>	<u>15,259</u>

8 Donors Description, nature and purpose of the fund

Santander
To fund Salaries

EAST DURHAM COMMUNITY INITIATIVES LIMITED**Detailed Income and Expenditure****for the year ended 31 March 2018***for the information of the directors only*

		2018	2017
		£	£
Voluntary Income	3	76,224	71,284
Activites Offered		47,246	51,503
Cost of goods sold		(26)	-
Net Incoming Resources		<u>123,444</u>	<u>122,787</u>
Administrative expenses		(142,162)	(136,615)
Net Resources after Expenditure		<u>(18,718)</u>	<u>(13,828)</u>
Exceptional items		-	300
Interest receivable		71	80
Net Movement in Funds prior to Taxation		<u>(18,647)</u>	<u>(13,448)</u>

EAST DURHAM COMMUNITY INITIATIVES LIMITED
Schedule to the Income and Expenditure
for the year ended 31 March 2018
for the information of the directors only

	2018	2017
	£	£
Incoming Resources		
Income	<u>123,470</u>	<u>122,787</u>
Cost of sales		
Purchases	<u>26</u>	<u>-</u>
Administrative expenses		
Employee costs:		
Wages and salaries	121,103	113,993
Pensions	308	76
Staff training and welfare	663	-
Travel and subsistence	697	1,461
	<u>122,771</u>	<u>115,530</u>
Premises costs:		
Rent & Rates	1,535	1,507
Light and heat	4,180	5,176
	<u>5,715</u>	<u>6,683</u>
General administrative expenses:		
Telephone and fax	1,852	1,420
Stationery and printing	474	403
Subscriptions	491	492
Bank charges	433	480
Insurance	3,202	2,967
Repairs and maintenance	3,821	5,331
Depreciation	946	1,456
Sundry expenses	107	49
	<u>11,326</u>	<u>12,598</u>
Legal and professional costs:		
Accountancy fees	2,350	1,804
	<u>2,350</u>	<u>1,804</u>
	<u>142,162</u>	<u>136,615</u>

EAST DURHAM COMMUNITY INITIATIVES LIMITED
(Charity No 701917)

INDEPENDENT EXAMINER'S REPORT
Accounts for Year ended 31st March 2018

I report to the trustees on my examination of the accounts for the charity for the year ended 31st March 2018.

As the charity's trustees of the Company (who are also the directors of the company for the purposes of company law), you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act").

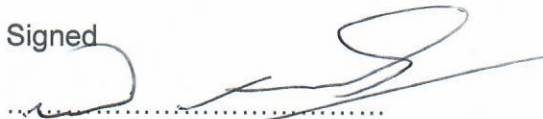
Having satisfied myself that the accounts of the Company are not required to be audited for this year under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ("the 2011 Act"). In carrying out my examination, I have followed the Directions given by the Charity Commission (under section 145(5)(b) of the 2011 Act

I have completed my examination. I confirm that no material matters have come to my attention which gives me cause to believe that:

- the accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

In connection with my examination, I have no concerns and have come across no matters in connection with the examination to which attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Signed



W Knoblauch (FMAAT)

Date

4th December 2018

Total Accounting Network
3 The Elms,
Elmfield Road
Newcastle upon Tyne
NE3 4BD