

Action in the Community Trust

Annual Report and Accounts

For the year to 31 March 2019

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Charity Information

Charity Name:	Action in the Community Trust
Working Names:	The Speakeasy
Registered Numbers:	Company Number: 7550894 Charity Number: 1140949
Registered Office:	166 Richmond Road Cardiff CF24 3BX
Website address:	www.speakeasy.cymru
Trustees:	Norman Adams Paul Francis John Loosemore Nkini Pulei Madeline Rees Rachel Treseder Steve Williams
Centre Director:	Warren Palmer
Independent Examiner:	Steve Ellum & Associates Ltd Chartered Accountants Adulum House Glan Yr Afon Llanelli SA15 3QB
Bankers:	The Co-Operative Bank plc PO Box 250 Delf House South Way Skelmersdale WN8 6WT

Report of the Trustees (incorporating the directors' report) For the Year to 31 March 2019

The trustees present their report and the independently examined financial statements of the charity for the year ended 31 March 2019, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

Objectives and Activities

As laid out in its governing document the charity exists for:

The promotion of any charitable purpose for the benefit of the community of South Wales by the advancement of education, the protection of health and the relief of poverty, sickness and distress.

The Speakeasy provides free advice to some of the most vulnerable people within the community. We are unique in Wales in being the only not-for-profit agency that employs solicitors for each of Debt, Housing and Welfare Benefits problems. We are also the only not-for-profit organisation in Wales that provides training contracts for solicitors.

Our main activities include:

- Delivering free, high quality, legal advice and representation;
- Acting on behalf of clients and dealing with their creditors, helping them to manage their finances better and releasing them from debt;
- Advising on benefit entitlement and challenging decisions of the DWP where these appear incorrect or unfair, often taking complex cases to Tribunal;
- Assisting clients faced with homelessness, disrepair or other housing problems;

Transition and preparation to join the Law Centres Network

The Speakeasy has always provided expert advice to people in financial difficulty and we have often provided a service that is not available otherwise. To this end, we ran a project targeting fuel poverty for seven years, providing a mixture of advice and help for our clients to obtain grants to pay off fuel debt.

One source of funding for this project came to an end this year and a decision was taken not to seek further funding and to bring the project to a close. When we started the project in 2011 there was very little help for people in fuel debt, but now there are other organisations locally who can provide assistance. It was therefore decided that we could close the project without leaving people at a disadvantage, allowing us to concentrate our resources on our main objective of providing expert legal advice for social welfare issues as a means of bringing people out of poverty.

The decision was also made to apply to join The Law Centres Network and thereby acquire status as a Law Centre. In an increasingly difficult environment for the funding of social welfare legal advice, it was decided that law centre status and the partnerships with other law centres would provide recognition of our unique position as the only not for profit agency in Wales to employ and train solicitors for each of debt, welfare benefits and housing. It would also assist us to expand into other areas of law should such opportunities arise.

Transition and preparation to join the Law Centres Network (continued)

This year was therefore a year of transition. Our core services were maintained, in spite of a loss of grant funding during the year, because of a reasonable expectation that further funding would be available in the forth-coming year and that it was important to retain skills and experience and to be in a position to develop and expand our services in 2019 – 2020. As a result, there is a deficit for the year.

In April 2019, our application to join The Law Centres Network was successful and led to our obtaining a grant from the Guardian Appeal Fund. Other funding grants have also been received, while a joint application for Welsh Government funding with the local Citizens Advice has been submitted. In 2019 – 2020, therefore, The Speakeasy Law Centre's income looks set to return to levels seen in previous years and for a surplus budget to be realistic.

Achievements and Performance

The Speakeasy provides easily accessible advice for debt, welfare benefit and housing problems. Each week we run drop-in clinics for these issues, so that people can access help within a few days. These clinics are run by solicitors, trainee solicitors and experienced advisers, so that we can provide help whatever issue is presented.

The Speakeasy also provides help at a level beyond that of other providers, with experienced solicitors covering each area. Where appropriate, we provide representation at First Tier Tribunals and the Upper Tribunal. This year we attended Tribunals for clients with complex overpayment cases, where they were asked to repay many thousands of pounds of benefit and complex right-to-reside cases for EU nationals, who have been working in the UK for several years.

We were also successful in overturning First Tier Tribunal decisions in a number of cases, including a decision to refuse Disability Living Allowance to a young child with severe allergies and a risk of anaphylactic shock, allowing a fresh Tribunal hearing and a decision to award him DLA.

We regularly see clients struggling with chronic debt. Often we are able to arrange affordable repayment plans and ensure that clients have enough money for food and to pay their mortgage, rent and energy bills. Other times, insolvency options provide clients with a fresh start. We have two Debt Relief Order Intermediaries registered with the Insolvency Service and can also help with bankruptcy. This year we had more than £1,000,000 of debt written off for our clients through insolvency measures.

For 7 years we have helped families experiencing fuel poverty and who, whether in work, sick or unemployed, were struggling to heat their homes. This project was one of very few places in Wales where clients could get such help. With changes to energy advice funding over the last year restricting our activities, but with other organisations having followed our lead and now providing such help, we took the decision this year to close the project. This allows us to concentrate our resources on the provision of expert legal advice.

Our pro bono employment clinic, run with the help of over 30 local employment solicitors, regularly sees 12 – 14 clients each session, giving initial advice or helping to draft employment tribunal documents. The clinic has been recognised at the national Lawworks Pro Bono Awards by winning the Lawworks Cymru Award in both 2015 and 2016.

The Speakeasy has always trained solicitors to work in social welfare law, one of very few places in Wales to do so, and the only charitable organisation to provide training contracts.

We are grateful to The Legal Education Foundation, which has once more selected the Speakeasy to be part of its prestigious Justice First Fellowship programme and provided us with a grant to provide a training contract this year, but we have also used other funds to provide training for a second trainee solicitor. Our new Trainee Solicitors have experience of legal or advice work and have always shown a passion to help people suffering deprivation.

Achievements and Performance (continued)

We work closely with Citizens Advice – Cardiff and Vale and local authority advisers to provide a comprehensive advice service across Cardiff, working in Council run information hubs, our own premises and from community buildings on the estates in the East of Cardiff.

Public benefit

The Trustees have paid due regard to the Charity Commission guidance on public benefit in deciding what activities the charity should undertake. The paragraphs above provide further information.

Structure, Governance and Management

Governing document

Action in the Community Trust is a registered charity and company limited by guarantee, governed by its Memorandum and Articles of Association dated 16 February 2011.

Recruitment and appointment of trustees

The charity is governed by a board of trustees, who are also directors of the company, and who are responsible to give direction and oversight to all aspects of its activities. New trustees are appointed by the existing trustees.

Induction and training of trustees

The need for new trustees is reviewed regularly, and when appropriate, names are presented at a trustees' meeting for consideration. The existing trustees make any new appointments. New trustees are given copies of the Memorandum and Articles of Association, copies of previous accounts and the opportunity to discuss questions with trustees or the centre director. Several trustees have 20 to 30 years' experience of corporate and charitable governance and are able to act as mentors to new trustees. A third of all trustees are required to retire at each Annual General Meeting, although they are allowed to stand for re-election. Upon appointment trustees are informed of their obligations in law as a trustee of a charity, and are encouraged to acquaint themselves with the publications and guidance available from the Charity Commission.

Financial Review

Results

Net expenditure for the year amounted to £40,896 (2018: net income £7,766). Unrestricted funds carried forward at the year end were £368,577 (2018: £403,002). Restricted funds carried forward at the year end were £Nil (2018: £6,471).

Reserves policy

The Charity aims to hold reserves equivalent to three months' salary costs (approx. £65,000) and owns its own building, with substantial equity. Free Reserves at the year end were £42,876 (2018: £73,614).

Financial Review (continued)

Income Sources

The Trust receives grants from statutory bodies and charitable foundations, and donations from a number of churches and individual donors.

We are grateful to the following organisations for grants this year:

- A B Charitable Trust
- British Gas Energy Trust
- Cardiff County Council
- Citizens Advice
- Eleanor Rathbone Foundation
- Garfield Weston Foundation
- Millennium Stadium Charitable Trust
- Reaching Justice Wales
- Virgin Money
- The Legal Education Foundation
- The Sheldon Trust

We are also very grateful for donations towards our work from many individual donors and from several churches in Cardiff.

Responsibilities of the Trustees

The trustees (who are also directors of Action in the Community Trust for the purpose of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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

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

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

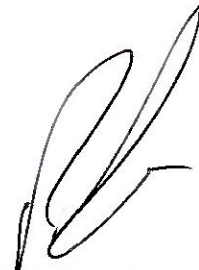
Action in the Community Trust – Annual Report
for the Year to 31 March 2019

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2016 relating to small companies.

On behalf of the board on 6th September 2019

A handwritten signature in blue ink, appearing to read 'John Loosemore'.

John Loosemore
Chair of Trustees

A handwritten signature in black ink, appearing to read 'Paul Francis'.

Paul Francis
Trustee

**Independent Examiner's Report
To the Members of Action in the Community Trust
For the Year to 31 March 2019**

Independent examiner's report to the trustees on the unaudited financial statements of Action in the Community Trust.

I report on the accounts of Action in the Community Trust for the year ended 31 March 2019 set out on pages 3 to 20.

Respective responsibilities of trustees and independent examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

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; to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

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 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.

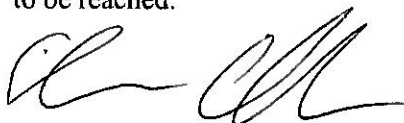
Independent examiner's statement

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

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

- to keep proper 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 section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities have not been met; or

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



Steve Ellum & Associates

Chartered Accountants

Independent examiner

Adulam House

Glan Yr Afon

Llanelli SA15 3QB

Date: 9/9/19

**Statement of Financial Activities (including income and expenditure account)
For the Year Ended 31 March 2019**

	Notes	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Income from:					
Donations and legacies	3	24,493	-	24,493	18,767
Charitable activities	5	134,500	89,139	223,639	335,149
Other		2,252	-	2,252	2,279
Total Income		<u>161,245</u>	<u>89,139</u>	<u>250,384</u>	<u>356,195</u>
Expenditure on:					
Raising Funds	6	10,420	-	10,420	11,326
Charitable activities	7	185,250	95,610	280,860	337,103
Total Expenditure		<u>195,670</u>	<u>95,610</u>	<u>291,280</u>	<u>348,429</u>
Net income/(expenditure)					
Net movement in funds		(34,425)	(6,471)	(40,896)	7,766
Reconciliation of Funds					
Total funds brought forward		<u>403,002</u>	<u>6,471</u>	<u>409,473</u>	<u>401,707</u>
Total funds carried forward		<u>368,577</u>	<u>-</u>	<u>368,577</u>	<u>409,473</u>

The notes on pages 11 to 20 form part of these financial statements.

**Balance Sheet
at 31 March 2019**

	Notes	£	2019	£	£	2018	£
Fixed assets							
Tangible assets	10		325,701			329,388	
Total fixed assets			325,701			329,388	
Current assets							
Debtors	11	5,983			31,153		
Cash at bank and in hand		44,191			107,545		
			50,174		138,698		
Creditors: Amounts falling due within one year	12	(7,298)			(58,613)		
Net current assets			42,876			80,085	
Total assets less current liabilities			368,577			409,473	
Net assets			368,577			409,473	
Represented by:							
Unrestricted funds	13		368,577			403,002	
Restricted funds	14		-			6,471	
			368,577			409,473	

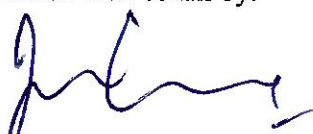
For the 12 months ending 31 March 2019, the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

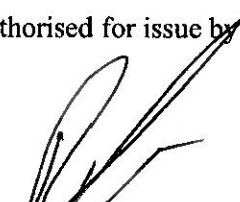
The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

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

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

These financial statements were approved and authorised for issue by the trustees on 6th September 2019 and signed on their behalf by:


John Loosemore
Chair of trustees


Paul Francis
Trustee

Notes to the Accounts for the year ended 31 March 2019

1. Company information

Action in the Community Trust is a company limited by guarantee and registered in England and Wales, registration number 7550894, and a registered charity number 1140949. The registered office is 166 Richmond Road, Cardiff, CF24 3BX.

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) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

Action in the Community Trust meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

Total income has reduced to £250k and the trustees continue to pursue strategies to increase the number of grants and donations needed to fund the work, and hence these accounts have been prepared on a Going Concern basis.

The financial statements are prepared in sterling (£), and rounded to the nearest pound.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1.2 Income

All income is recognised in the Statement of Financial Activities when the charity has entitlement to the funds, it is probable that the income will be received and the amount can be reliably measured.

Donations, legacies and similar incoming resources are reported gross and the related fundraising costs are reported in costs of generating funds.

Income from government and other grants, whether “capital” or “revenue” grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be reliably measured and is not deferred.

Grants from the government and other agencies have been included in incoming resources from charitable activities where these amount to a contract for services, but as donations where the money is given in response to an appeal or with greater freedom of use, for example government block grants.

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.

Notes to the Accounts for the year ended 31 March 2019

1.3 Expenditure

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Raising Funds represents expenditure incurred in motivating the individual supporters, trusts and other organisations to contribute to the work of the charity; costs associated with the running of the charity shop and investment management costs.

Charitable activities represents those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those of an indirect nature necessary to support them.

Governance represents those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs including support costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly; others are apportioned on the basis of an estimate of the proportion of time spent by staff on the activity.

Support costs are those costs which do not in themselves constitute an activity; instead they enable output creating activities to be undertaken. This cost category includes the central or regional office functions such as general management, human resources and payroll administration, budgeting and accounting, and information technology.

1.4 Fund accounting

The charity maintains various types of funds as follows:

General unrestricted funds represent income which can be used in accordance with the charitable objects at the discretion of the trustees.

Designated funds represent income set aside by the trustees out of general unrestricted funds for specific future purposes or projects.

Restricted funds represent income to be used in accordance with specific restrictions imposed by donors or which has been raised by the charity for particular purposes.

1.5 Fixed assets and depreciation

The threshold for capitalisation of assets is set at £500 per item. Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Land and Buildings	-	Straight Line over 50 years
Fixtures fittings and equipment	-	20% straight line

Provision is made for depreciation on the freehold property but not the related land. The freehold building cost £346,393. The trustees consider that £200,000 of this costs relates to the land and £146,393 relates to the costs of the building and therefore this amount has been depreciated accordingly.

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Notes to the Accounts for the year ended 31 March 2019

1.6 Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the statement of financial activities.

1.7 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand.

2 Net income / (expenditure)

	2019	2018
	£	£

The net income / (expenditure) for the year is stated after charging:

Depreciation and other amounts written off tangible fixed assets:

Owned assets	3,687	5,678
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3 Donations and Legacies

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Donations to The Speakeasy	24,493	-	24,493	18,767
	<u>24,493</u>	<u>-</u>	<u>24,493</u>	<u>18,767</u>

4 Total income

	Total 2019 £	Total 2018 £
Donations and legacies	24,493	18,767
Grants from local authorities and trusts	223,639	335,149
Other income	2,252	2,279
	<u>250,384</u>	<u>356,195</u>

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Notes to the Accounts for the year ended 31 March 2019

5 Income from charitable activities

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Local Authority Grants (Cardiff County Council)	90,000	-	90,000	90,000
British Gas Energy Trust	-	41,712	41,712	83,423
Reaching Justice Wales	4,000	-	4,000	-
Citizens Advice	-	5,000	5,000	-
Legal Educational Foundation	-	39,927	39,927	8,651
Garfield Weston	10,000	-	10,000	-
Sheldon Trust	17,500	-	17,500	-
AB Charitable Trust	7,500	-	7,500	-
Millennium Stadium	-	2,500	2,500	-
Eleanor Rathbone	3,000	-	3,000	-
Other Trusts	2,500	-	2,500	39,000
Lloyds Bank Foundation for England and Wales	-	-	-	10,000
SSE Energy Supply Ltd	-	-	-	69,575
Big Lottery	-	-	-	34,500
	<u>134,500</u>	<u>89,139</u>	<u>223,639</u>	<u>335,149</u>

6 Costs of raising funds

	Unrestricted Total Funds 2019 £	Unrestricted Total Funds 2018 £
Fundraising	<u>10,420</u>	<u>10,420</u>

Costs of raising funds includes employment costs of £9,600 (2018: £9,446).

7 Cost of charitable activities – by fund type

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Provision of legal advice	<u>185,250</u>	<u>95,610</u>	<u>280,860</u>	<u>337,103</u>

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Notes to the Accounts for the year ended 31 March 2019

8 Cost of charitable activities – by activity

	Activities undertaken 2019 £	Support costs 2019 £	Total funds 2019 £	Total funds 2018 £
Provision of legal advice	246,376	34,484	280,860	337,103

Activities undertaken directly include employment costs of £289,583 (2018: £292,110). Support costs consist of office costs, travel costs and depreciation and include governance costs of £2,960 (2018: £2,675).

9 Staff numbers and cost

Employment costs	2019 £	2018 £
Wages and salaries	228,408	279,795
Social security costs	18,828	22,235
Pension costs	4,441	2,527
Redundancy costs	2,016	-
	<u>253,693</u>	<u>304,557</u>

Number of employees

The average monthly number of employees during the year, calculated on the basis of average monthly head count, was as follows:

	2019	2018
Provision of legal advice	11.0	14.5
Fundraising	0.5	0.5
Provision of legal advice	<u>11.5</u>	<u>15.0</u>

No staff member was paid more than £60,000 in the financial year.

No trustee received any remuneration or payment of expenses during the year (2018: none).

The total employment benefits, including employer pension contributions, of the key management personnel of the charity were £39,163 (2018: £38,780).

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Notes to the Accounts for the year ended 31 March 2019

10 Fixed assets - Tangible

	Freehold Property	Fixtures Fittings & Equipment	Total Assets
Cost			
At 1 April 2018	346,393	22,179	368,572
Additions	-	-	-
Disposals	-	-	-
At 31 March 2019	<u>346,393</u>	<u>22,179</u>	<u>368,572</u>
Depreciation			
At 1 April 2018	20,043	19,141	39,184
Charge for the year	2,927	760	3,687
Disposals	-	-	-
At 31 March 2019	<u>22,970</u>	<u>19,901</u>	<u>42,871</u>
Net Book Value			
At 31 March 2019	<u>323,423</u>	<u>2,278</u>	<u>325,701</u>
At 31 March 2018	<u>326,350</u>	<u>3,038</u>	<u>329,388</u>

11 Debtors

	2019 £	2018 £
Trade debtors	180	180
Prepayments and accrued income	560	6,739
Other debtors	5,243	24,234
	<u>5,983</u>	<u>31,153</u>

Other debtors include Gift Aid tax recoverable of £202 (2018: £577).

12 Creditors: Amounts falling due within one year

	2019 £	2018 £
Trade creditors	165	3,600
Other taxes and social security	4,047	5,460
Accruals and deferred income	2,328	49,553
Other creditors	758	-
	<u>7,298</u>	<u>58,613</u>

Included in Accruals is deferred income of £Nil (2018: £48,356) which relates to activities taking place after the year end.

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Notes to the Accounts for the year ended 31 March 2019

13 Unrestricted funds

	Balance at 1 Apr 2018 £	Incoming resources £	Outgoing resources £	Transfers £	Balance at 31 Mar 2019 £
General funds	403,002	161,245	(195,670)	-	368,577

14 Restricted funds

	Balance at 1 Apr 2018 £	Incoming resources £	Outgoing resources £	Transfers £	Balance at 31 Mar 2019 £
Legal Educational Foundation	-	39,927	(39,927)	-	-
SSE Energy Supply Limited	6,471	-	(6,471)	-	-
British Gas Energy Trust	-	41,712	(41,712)	-	-
Citizens Advice	-	5,000	(5,000)	-	-
Millennium Stadium Trust	-	2,500	(2,500)	-	-
	6,471	89,139	(95,610)	-	-

The **Legal Education Foundation** grant was to provide a training contract to a Trainee Solicitor under the Justice First Fellowship scheme.

The **SSE Energy Supply Limited** grant was to provide energy advice across Wales.

The **British Gas Energy Trust** grant was towards advising on energy debt and obtaining funds to address fuel poverty.

The **Citizens Advice** grant was for a one-off energy project.

The **Millennium Stadium Trust** grant helped with the running costs of the charity's pro bono employment clinic.

15 Analysis of net assets between funds

	Unrestricted Funds £	Restricted funds £	Total Funds 2019 £	Total Funds 2018 £
Tangible assets	325,701	-	325,701	329,388
Cash at bank and in hand	44,191	-	44,191	107,545
Other net current assets/ (liabilities)	(1,315)	-	(1,315)	(27,460)
	368,577	-	368,577	409,473

Notes to the Accounts for the year ended 31 March 2019

16 Taxation

As a charity, Action in the Community Trust is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

17 Related parties

The charity is connected with the following organisations:-

1. The Salt Trust;
2. Hope CIO.

The Salt Trust is related as two of the trustees of the charity served as trustees of ACT during the financial year. These were Norman Adams and Steve Williams. During the year gifts of £52 (2018: £52) were received from The Salt Trust. There were no outstanding balances at the year end.

Hope CIO is related as three of the trustees served as trustees of ACT during the financial year. These were Paul Francis, Rachel Treseder and Nkini Pulei. Payments of £2,160 (2018: £2,160) were received from Hope CIO. There were no outstanding balances at the year end.

The total amount of donations received during the year from related parties was £932 (2018: £2,212).

18 Controlling parties

In the opinion of the trustees there is no single ultimate controlling party of the charity.

19 Company limited by guarantee

Action in the Community Trust is a company limited by guarantee and accordingly does not have a share capital. Every member of the company undertakes to contribute such amount as may be required not exceeding £10 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member

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Notes to the Accounts for the year ended 31 March 2019

20 Statement of Financial Activities (including income and expenditure account) for the year ended 31 March 2018

	Unrestricted funds £	Restricted funds £	Total 2018 £
Income from:			
Donations and legacies	18,767	-	18,767
Charitable activities	129,000	206,149	335,149
Other	2,279	-	2,279
Total Income	<u>150,046</u>	<u>206,149</u>	<u>356,195</u>
Expenditure on:			
Raising Funds	11,326	-	11,326
Charitable activities	137,425	199,678	337,103
Total Expenditure	<u>148,751</u>	<u>199,678</u>	<u>348,429</u>
Net income/(expenditure)			
Net movement in funds	1,295	6,471	7,766
Reconciliation of Funds			
Total funds brought forward	<u>401,707</u>	-	<u>401,707</u>
Total funds carried forward	<u>403,002</u>	<u>6,471</u>	<u>409,473</u>

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21 Restricted Funds for the Year Ended 31st March 2018

	Balance at 1 Apr 2017 £	Incoming resources £	Outgoing resources £	Transfers £	Balance at 31 Mar 2018 £
Legal Educational Foundation	-	8,651	(8,651)	-	-
SSE Energy Supply Limited	-	69,575	(63,104)	-	6,471
British Gas Energy Trust	-	83,423	(83,423)	-	-
Big Lottery	-	34,500	(34,500)	-	-
Lloyds Bank Foundation For England and Wales	-	10,000	(10,000)	-	-
	<u>-</u>	<u>206,149</u>	<u>(199,678)</u>	<u>-</u>	<u>6,471</u>