

Torus Foundation (Formerly ComMutual)

Report and Financial Statements

Year ended 31 March 2019

Charity Number: 1152903

Company Registration Number: 08444912

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

CONTENTS

TORUS FOUNDATION TRUSTEES, ADVISORS AND BANKERS	3
TRUSTEES' REPORT	4
TRUSTEES' RESPONSIBILITIES STATEMENT	9
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TORUS FOUNDATION	10
STATEMENT OF FINANCIAL ACTIVITIES	13
STATEMENT OF FINANCIAL POSITION	14
NOTES TO THE FINANCIAL STATEMENTS	15

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

TORUS FOUNDATION TRUSTEES, ADVISORS AND BANKERS

Charity registration number 1152903

Company registration number 08444912

Trustee	Category	Changes in the year
P Morton	Director and Trustee	Stood down as chair 01/01/19
A Forshaw	Director and Trustee	Resigned 01/01/2019
P Brennan	Director and Trustee	Resigned 20/06/2019
S Donaldson	Director and Trustee	Resigned 31/10/2018
PJC Garrigan	Director and Trustee	
C D Martin	Director and Trustee	
E Stewart	Director and Trustee	
CE Haworth	Director and Trustee	Appointed 01/01/2019 Resigned 28/06/2019
SJ Saunders	Chair, Director and Trustee	Appointed 01/01/2019
PH Fieldsend	Secretary	Appointed 31/01/2019

Registered office 4 Corporation Street
 St Helens
 Merseyside
 WA9 1LD

Auditors Grant Thornton UK LLP
 Chartered Accountants and Registered Auditors
 4 Hardman Square
 Spinningfields
 Manchester M3 3EB

Solicitors Brabners
 Horton House
 Exchange Flags
 Liverpool, L2 3YL

Bankers Barclays Bank PLC
 Liverpool Lord Street Branch
 48b & 50 Lord Street , Liverpool L2 1TD

National Westminster Bank
 5 Ormskirk Street
 St. Helens
 WA10 1DR

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

TRUSTEES' REPORT

The trustees are pleased to present their annual trustees' report together with the financial statements of the charity for the year ending 31 March 2019 which are also prepared to meet the requirements for a directors' report, accounts for Companies Act purposes and in accordance with the provisions applicable to companies entitled to the small companies exemption.

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: Accounting and Reporting by Charities, Charities SORP (FRS102) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

Volunteering and In Kind Contributions

In kind support included digital training sessions, room hire and added value items which were sought through partnerships which were in place. This demonstrates the excellent partnership arrangements that Torus Foundation has in place.

Objectives and Activities

Torus Group's charitable arm Torus Foundation was formed in January 2017 to make a positive difference to communities across Merseyside and the surrounding area.

Activities focus on four key impact areas: Employment; Money Matters; Health and Wellbeing; and Go Digital. All activities are delivered through the Community Investment, Social Inclusion, New Lead and FireFit Hub (FFH) teams.

FINANCIAL REVIEW

In 2018/19, the charity received income of £2.8m (2017/18: £2.5m). This includes £2.0m received as Gift Aid from the Group's commercial contracting arm HMS, £0.4m income from New Leaf and additional income of £0.4m from TFFH membership fees, hire charges, and Grant Income received from Restricted Funds.

Achievements and Performance

Torus Foundation achieved £8.60 in social value impact for every £1 spent in 2018/19 (2017/18: £9.22), with a total of 2,262 people experiencing an outcome. Six programmes and 12 projects were undertaken during the year. These include the following:

Project name	No. experiencing outcome	Social impact	Budget Impact Ratio
School Breakfast Clubs	558	£1,355,572	42.3
Activities for Older Adults	163	£1,303,529	14.4
Health Bursaries	384	£1,192,567	20.2
Healthy Children	298	£890,944	17.0
School Holiday Camps	327	£1,355,572	18.1

Source: Torus Foundation Impact Valuation Statement 2018/19. Figures derived from HACT Wellbeing Valuation methodology

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

Key projects that made a positive impact this year include:

Employment

Torus Foundation helped 643 people to find work:

- 1,919 Training courses were completed.
- 246 work placements and volunteer placements were undertaken.
- 58 young people aged between 16 and 29 benefited from Access to Work, an Intermediate Labour Market Programme that creates practical paid work experience placements. 37 of these people gained employment.
- New Leaf helped 227 people into work, 234 into training or education, with 118 on volunteer placements and 152 people actively job hunting.

Money Matters

- £72k in grants were obtained for customers
- 2968 people were supported through Foundation supported foodbanks
- 117 local charities were awarded £80,000, through the community investment fund
- 1509 customers were supported with welfare benefits advice, resulting in £3,922,874 financial gain for customers
- 318 customers were helped to address their debts

Health & Wellbeing

- 1086 people attended health and wellbeing sessions, with a further 320 older people taking part in targeted sessions.
- 456 health bursaries were provided to make children more active. These included swimming lessons and exercise classes
- 551 children attended School Breakfast Clubs at six local schools
- 137 school holiday camp days were delivered for 318 children totalling 1,761 days
- There were 77,258 visits to the FireFit Hub in the year.
- 1,521 members visited the FireFit Hub, with 423 average weekly youth zone visits.
- £267k total income generated through commercial activity

Go Digital

- Torus Foundation teams carry out free IT sessions at 'Digital Hubs' across Liverpool, Warrington and St.Helens These sessions aim to help tenants get online and meet the challenges of Welfare Reform, including making Universal Credit applications and managing claims.
- 521 people were supported at digital hubs this year
- 424 people completed digital training
- 802 digital sessions completed at 25 digital hubs (2017/18: 15 hubs)
- 19 volunteer digital champions supported

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity is a company limited by guarantee, incorporated on the 14th March 2013 and registered as a charity on the 11th July 2013.

The company's governance is set out in its Memorandum and Articles of Association of 13th March 2013. The management of the company's affairs is vested in the Board of Trustees about whom the Memorandum and Articles of Association state that there will be a minimum of 3.

In January 2017, the charity was incorporated into Liverpool Mutual Homes as ComMutual and a Board was formed from 3 former Toxteth Firefit Hub Trustees (P Morton, C Martin and P Garrigan) and 6 new trustees,

On 1 January 2019, Liverpool Mutual Homes amalgamated with Torus62 Limited and its subsidiaries Helena Partnerships Limited and Golden Gates Housing Trust in accordance with the Co-Operative and Community Benefit Society Act 2014. This formed a new Community Benefit Society called Torus62 Limited. The former Torus community activities were transferred into TorusFoundation which now provides services across the entire Group and specifically its Heartland areas of Liverpool, St Helens and Warrington. This included the "New Leaf" contract which is a grant funded programme providing employment support and advice across the whole of Cheshire.

In April 2019, ComMutual changed its name to Torus Foundation.

Trustee training and development

The trustees have continued to support the development of the organisation. The trustees are drawn from a range of community representatives, including those associated with key stakeholders and key investors such as Merseyside Fire and Rescue Authority, Liverpool City Council and the Torus Group (Formerly Torus).

All trustees have been involved in formulating the plans and action required to ensure the ongoing development of the short and medium term strategy for the organisation and have been involved in Group Away Days discussing issues including:

- The Group's approach to merger opportunities
- The challenges ahead – Welfare Reform
- Group Governance arrangements

Trustees have had training on legal aspects of acting as a trustee and safeguarding which included trustee responsibilities and an overview of the operational arrangements in place to safeguard children and vulnerable adults.

As part of Torus Foundation's on-going training and development, the trustees have also had briefings on risk management, digital inclusion and money matters and will continue to receive 'spotlight on' briefings at Board meetings.

As and when new trustees are recruited and appointed, a full induction programme will be delivered to ensure that they are fully conversant with the aims, objectives and operation of Torus Foundation.

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

Public benefit

The trustees have had due regard to the guidance published by the Charity Commission on public benefit and in particular the supplementary guidance on public benefit and fee charging, ensuing Torus Foundation's work delivers its aims and charitable objectives.

Going Concern

After reviewing the charity's forecast and projections, following it joining the Torus Group, the trustees have a reasonable expectation that Torus Foundation has adequate resources to continue in operational existence for the foreseeable future, being a period of not less than 12 months from the date of approval of these financial statements. The charity therefore continues to adopt the going concern basis in preparing its financial statements

Principal Risks and uncertainties

Risks that may prevent Torus Foundation from meeting its objectives are reported to Group Audit and Risk Committee on a quarterly basis. Risks are recorded and assessed in terms of their impact and probability.

A summary of the current risk areas for Torus Foundation are provided below:

Key Risk	Status	Planned Development in Internal Controls
Failure to increase revenue, as well as careful financial management	<ul style="list-style-type: none"> Bids continue to be submitted to try to diversify income streams and a growing commercial awareness at FFH will help. The Torus Foundation Fund Raising Strategy was approved at Torus Foundation Board in April 2018. Several applications for funding have been made and progress is recorded and presented to Torus Foundation Management Meetings as well as Torus Foundation Board. 	<ul style="list-style-type: none"> Torus Foundation has entered into an Intra Group Agreement (IGA) and Service Level Agreement (SLA) with the Torus Group. Both the IGA and SLA provide a structured approach to governance and the provision of corporate services. Torus Foundation will continually seek to generate income by diversifying income streams and submitting successful bids and tenders which support the charitable objects.
Failure to meet Big Lottery conditions	<ul style="list-style-type: none"> Data captured to support My Place Outcomes KPI's in place for completion each month monitored at SMT, EMT and Torus Foundation Board Effective Business Planning with due consideration for My Place Outcomes Torus Foundation has achieved all of the MyPlace outcomes. 	<ul style="list-style-type: none"> The Big Lottery My Place grant conditions are in place until 2031. The conditions will continue to feature as a Business Plan priority and will be reported to Torus Foundation Board, Torus Group Audit and Risk Committee and Torus Group Board.

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

Two further risk areas have been highlighted which include safeguarding and lack of skills. Torus Foundation provides a diverse offer for customers which requires staff to be occupationally competent to provide services which remain relevant for customers. The Foundation has developed a skills matrix which identifies essential training needs for staff which includes key topics such as health and safety and safeguarding. This matrix has provided the basis of a training plan which has been delivered across the year.

Plans for the future

Torus Foundation is an ambitious organisation and is keen to expand its impact across the three heartlands. Following a place shaping approach, the charity will use its regional influence and partner networks to ensure communities have the right resources; acting as an enabler and coordinator (where needed) to create places people want to live, work and do business.

Where possible, the charity will seek to work in collaboration, utilising the strengths of partners across Liverpool, St Helens and Warrington; promoting co investment models.

The Torus Foundation Fundraising Strategy sets out its approach to diversifying income to increase resilience as a charity and expand provision across the north west. Torus Foundation will maximise impact in communities by:

- Securing significant additional grant funding
- Levering additional monies through match funding and in-kind funding
- Explore commercial opportunities and tenders
- Expanding reach and delivery of projects within the FFH model

Torus Foundation will also look to expand its provision by amalgamating with other organisations where an opportunity exists to add value to the delivery of both organisations.

External Auditors

Torus Group appoints the external auditors for all Group companies.

Annual General Meeting

Torus Foundation is not required to hold an Annual General Meeting under its Articles of Association.

Approval

The Trustees' report was approved by the Board on 03 September 2019 and signed on its behalf by:



Sarah Jane Saunders
Trustee
Date: 03 September 2019

TRUSTEES' RESPONSIBILITIES STATEMENT

The trustees, who are also directors of Torus Foundation for the purposes of company law, are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland. Under company law, the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether 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 charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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 Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

The trustees confirm that:

- so far as each trustee is aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all the steps that they ought to have taken as trustees in order to make themselves aware of any relevant audit information and to establish that the charitable company's auditor is aware of that information.

By order of the board of trustees



Sarah Jane Saunders
Trustee

Date: 03 September 2019

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TORUS FOUNDATION

Opinion

We have audited the financial statements of Torus Foundation (the 'charitable company') for the year ended 31 March 2019 which comprise the Statement of Financial Activities, the Statement of Financial Position and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102; The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2019 and of its incoming resources and application of resources including, its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We have been appointed as auditor under the Companies Act 2006 and report in accordance with regulations made under that Act. We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Report and financial statements, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report, incorporating the strategic report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report, incorporating the strategic report has been prepared in accordance with applicable legal requirements.

Matter on which we are required to report under the Companies Act 2006

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report, incorporating the strategic report.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit

Responsibilities of trustees for the financial statements

As explained more fully in the Trustees' Responsibilities Statement set out on page 9, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Stuart Muskett
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
Manchester

Date: 1 September 2019

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

STATEMENT OF FINANCIAL ACTIVITIES
(including income and expenditure account)

For the year ended 31 March 2019

		2019			2018		
		Un- restricted Funds	Restricted Funds	Total funds	Un- restricted Funds	Restricted Funds	Total funds
	Note	£'000	£'000	£'000	£'000	£'000	£'000
Income:							
Donations and legacies	3	2,000	-	2,000	2,000	-	2,000
Income from charitable activities	4	681	56	737	355	36	391
Commercial trading activities	5	62	-	62	67	-	67
Investment Income	6	10	-	10	3	-	3
Other Income	7	22	-	22	6	-	6
Total Income		2,775	56	2,831	2,431	36	2,467
Expenditure on:							
Interest payable and financing costs		(2)	-	(2)	-	-	-
Charitable activities	9/10	(2,833)	(45)	(2,878)	(2,051)	(35)	(2,086)
Total Expenditure		(2,835)	(45)	(2,880)	(2,051)	(35)	(2,086)
Net income and net movement in funds for the year		(60)	11	(49)	380	1	381
Actuarial (loss) on pension scheme		(309)	-	(309)	-	-	-
Total funds at beginning of year		2,269	23	2,292	1,889	22	1,911
Total funds at end of year		1,900	34	1,934	2,269	23	2,292

The incoming resources and resulting net movement in funds arise from continuing activities.

The accompanying notes form part of these financial statements.

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

STATEMENT OF FINANCIAL POSITION

As at 31 March 2019

	Note	2019 £'000	2018 £'000
Fixed Assets			
Tangible assets	15	64	2
Current Assets			
Debtors	15	622	60
Cash at bank and in hand	20	3,749	2,424
Total current assets		<u>4,371</u>	<u>2,484</u>
Creditors: amounts falling due within one year	16	(2,139)	(194)
Net current assets		<u>2,232</u>	<u>2,290</u>
Total assets less current liabilities		<u>2,296</u>	<u>2,292</u>
Creditors: Amounts falling due after more than one year			
Pension provision	17	(362)	-
Net assets		<u>1,934</u>	<u>2,292</u>
The funds of the charity:			
Restricted funds	18	34	23
Unrestricted funds	18	1,900	2,269
Total Charity Funds		<u>1,934</u>	<u>2,292</u>

The financial statements were approved by the Board on 03 September 2019 and signed on its behalf by:



Sarah Jane Saunders
Trustee

Company Registration Number: 08444912

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. Legal status

Torus Foundation is limited by guarantee and has no share capital. Every member of the charitable company undertakes to contribute to the assets of the charitable company in the event of it being wound up whilst he or she is a member or within one period of ceasing to be a member for the debts and liabilities of the Society contracted before he or she ceases to be a member, such as may be required not exceeding £1.

Registered Office	4 Corporation Street St Helens Merseyside WA9 1LD
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2. Accounting policies

Basis of accounting

The Financial Statements have been prepared under the historical cost convention. The financial statements have been prepared in accordance with:

- Statement of Recommended Practice: Accounting and Reporting by Charities (Charities SORP (FRS102));
- Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102);
- Charities Act 2011 and the Companies Act 2006.

The charitable company constitutes a public benefit entity as defined by FRS102.

Incoming resources

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether capital grants 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 measured reliably and is not deferred.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

Volunteers and donated services

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS102), the general volunteer time is not recognised. Refer to the trustees' annual report for more information about their contribution.

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

Funds

Unrestricted funds are donations and other incoming resources receivable or generated for the furtherance of the charity's objects without further specified purpose and are available as general funds.

Restricted funds are to be used for specific purposes are laid down by the donor. Expenditure which meets these criteria is charged to the fund, together with a fair allocation of management and support costs.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of raising funds comprise the costs associated with attracting donations, grants and legacies and the costs of trading for fundraising purposes.

Charitable expenditure comprises 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 costs of an indirect nature necessary to support them.

Other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All 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 an appropriate basis, as set out in the notes to the accounts.

Debtors

Short term debtors are measured at transaction price, less any impairment and are measured subsequently at amortised cost using the effective interest method.

Creditors

Short term creditors are measured at transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

Contingent liabilities

A contingent liability is identified and disclosed for those grants resulting from:

- A possible obligation which will only be confirmed by the occurrence of one or more uncertain future events not wholly within the trustees control or;
- A present obligation following a grant offer where settlement is either not considered probable.

Significant judgements and key areas of estimation uncertainty

Trustees consider there to be no items in the financial statements where they have had to make significant judgements in the process of applying the charity's accounting policies or key sources of estimation uncertainty.

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

NOTES TO THE FINANCIAL STATEMENTS

3. Incoming resources from donations and legacies

	Unrestricted Funds £'000	2019 Restricted Funds £'000	Total funds £'000	2018 Total funds £'000
Donations				
Torus	2,000	-	2,000	2,000
	2,000	-	2,000	2,000

4. Income from Charitable Activities

	Unrestricted Funds £'000	2019 Restricted Funds £'000	Total funds £'000	2018 Total funds £'000
Memberships, activities and hire	256	-	256	355
New Leaf & social inclusion	425	-	425	-
Henry Smith	-	17	17	20
Children in need	-	-	-	7
Satellite Club	-	-	-	3
Big Music	-	-	-	2
MSP Sustain	-	-	-	-
Street Games	-	3	3	2
Greggs lunches	-	1	1	1
Steve Beko	-	13	13	1
One Digital Program	-	7	7	-
Coop Foundation	-	10	10	-
Hardship Fund	-	5	5	-
	681	56	737	391

5. Commercial Trading Activities

	2019 Unrestricted Funds £'000	2019 Total Funds £'000	2018 Unrestricted funds £'000	2018 Total funds £'000
Vending income	9	9	11	11
Rent received	53	53	56	56
	62	62	67	67

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

NOTES TO THE FINANCIAL STATEMENTS

6. Investment Income

	2019 Unrestricted Funds £'000	2019 Total Funds £'000	2018 Unrestricted funds £'000	2018 Total funds £'000
Bank interest receivable	10	10	3	3
	<u>10</u>	<u>10</u>	<u>3</u>	<u>3</u>

7. Other Income

	2019 Unrestricted Funds £'000	2019 Total Funds £'000	2018 Unrestricted funds £'000	2018 Total funds £'000
Other incoming resources	22	22	6	6
	<u>22</u>	<u>22</u>	<u>6</u>	<u>6</u>

8. Costs of Charitable activities by fund type

	Unrestricted Funds £'000	2019 Restricted Funds £'000	Total funds £'000	2018 Total funds £'000
Staff costs	1,123	-	1,123	359
Events and activities project	1,603	45	1,648	1,276
Establishment expenses	76	-	76	75
Depreciation	7	-	7	2
Support costs	24	-	24	374
	<u>2,833</u>	<u>45</u>	<u>2,878</u>	<u>2,086</u>

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

NOTES TO THE FINANCIAL STATEMENTS

9. Costs of Charitable activities by activity type

	Activities undertaken directly £'000	2019 Support Costs £'000	Total funds £'000	2018 Total funds £'000
Staff costs	1,123	-	1,123	715
Events and activities project	1,657	-	1,657	1,276
Establishment expenses	76	-	76	75
Depreciation	7	-	7	2
Governance costs	-	15	15	18
	2,863	15	2,878	2,086

10. Governance costs

	2019 £'000	2018 £'000
Other professional	15	18
	15	18

11. Net Income/(Outgoing) resources for the year

	2019 £'000	2018 £'000
This is stated after charging:		
Depreciation	1	2

Auditor's remuneration for the company are included within the fees to Torus62 Ltd and charged to Torus Foundation via the service level agreement.

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

NOTES TO THE FINANCIAL STATEMENTS

12. Staff Costs and Emoluments

Total staff costs were as follows:	2019	2018
	£'000	£'000
Wages and salaries	942	665
Social security costs	87	50
Other Pension Costs	94	-
	<u>1,123</u>	<u>715</u>

Particulars of employees:

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows:

	2019	2018
	No.	No.
Number of management staff	3	3
Number of regeneration staff	8	9
Youth team and support staff	39	15
	<u>50</u>	<u>27</u>

One employee received remuneration between £60,000 and £70,000 during the year (2018: Nil). None of the trustees received any remuneration during the period (2018: Nil). Reimbursed expenses amounted to Nil (2018: £Nil).

The key management personnel of the charity comprises of the trustees, none of the trustees are employed by the charity.

13. Taxation

The company is exempt from corporation tax on its charitable activities

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

NOTES TO THE FINANCIAL STATEMENTS

14. Tangible fixed assets

	Fixtures & Fittings
	2019
	£'000
Cost	
At 1 April 2018	9
Additions in the year	63
At 31 March 2019	72
Depreciation	
At 1 April 2018	1
Charge for the year	7
At 31 March 2019	8
Net Book Value	
At 31 March 2019	64
At 31 March 2018	2

15. Debtors

	2019	2018
	£'000	£'000
Trade debtors	12	18
Prepayments	605	8
Other debtors	5	34
	622	60

16. Creditors: amounts falling due within one year

	2019	2018
	£'000	£'000
Trade creditors	60	35
PAYE and social security	26	20
Accruals & deferred income	781	-
Other creditor	135	108
Amounts owed to group undertakings	1,137	31
	2,139	194

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

NOTES TO THE FINANCIAL STATEMENTS

17. Pensions

Torus Foundation participates in the Local Government Pension Schemes administered by Wirral Metropolitan Borough Council as the Merseyside Pension Scheme (MPF), and Cheshire West and Chester Council as the Cheshire Pension Fund (CPF). Both funds are multi-employer schemes administered under the regulations governing the Local Government Pension Scheme, a defined benefit scheme.

Following amalgamation with Torus, a number of employees transferred to Torus Foundation under the Transfer of Undertakings (Protection of Employment) Regulations. Torus Foundation was therefore established as an admitted body for both the Merseyside and Cheshire Pension Funds.

Actuarial valuation took place prior to admission with assets and liabilities transferred from Torus62 and contribution rates agreed at 19.7% (Merseyside Pension Fund) and 23.1% (Cheshire Pension Fund)

Financial assumptions	2019 CPF %	2019 MPF %
Discount rate	2.5	2.5
Future salary increases	3.2	3.2
Future pension increases	2.2	2.2
Inflation assumption	2.2	2.2

Mortality assumptions	2019 CPF No of years	2019 MPF No of years
Retiring today:		
Males	22.3	22.2
Females	24.5	25.0
Retiring in 20 years:		
Males	23.8	25.2
Females	26.5	27.9

Analysis of amounts recognised in operating costs	2019 CPF £000	2019 MPF £000	2019 £'000	2018 £'000
Current service cost	(23)	(54)	(77)	-
Past service cost	(5)	(17)	(22)	-
Administration costs	-	(1)	(1)	-
Contributions by employer	16	32	48	-
	(12)	(40)	(52)	-

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

NOTES TO THE FINANCIAL STATEMENTS

17. Pensions (continued)

Reconciliation of Defined Benefit Obligation	2019 CPF £000	2019 MPF £000	2019 £'000	2018 £'000
Opening defined benefit obligation	-	-	-	-
Current Service Cost	(23)	(54)	(77)	-
Past Service Cost	(5)	(17)	-	-
Interest Cost	(10)	(5)	(15)	-
Contributions by members	(5)	(11)	(16)	-
Benefits Paid				
Actuarial gains / (losses)	(141)	(28)	(169)	-
Transfer of members to Torus Foundation	(1,409)	(710)	(2,119)	-
Closing Defined Benefit Obligation	(1,593)	(825)	(2,418)	-

Reconciliation of Fair Value of Plan Assets	2019 CPF £000	2019 MPF £'000	2019 £000	2018 £'000
Opening fair value of employer assets	-	-	-	-
Interest income on plan assets	10	4	14	-
Administration Costs	-	(1)	(1)	-
Contributions by members	5	11	16	-
Contributions by employer	16	32	48	-
Actuarial gains	58	24	82	-
Transfer from Landlord	1,374	523	1,897	-
Closing fair value of employer assets	1,463	593	2,056	-

Pension Liability	2019 CPF £000	2019 MPF £000	2019 £000	2018 £000
Defined Benefit obligation net of plan assets	(130)	(232)	(362)	-

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

NOTES TO THE FINANCIAL STATEMENTS

18. Funds

Restricted funds

	Restricted Funds £'000
Balance at 31 March 2017	22
Income	1
Balance at 31 March 2018	23
Income	11
Balance at 31 March 2019	34

The restricted funds relate to specific projects and events run by the charity in accordance with the conditions of the funding arrangements with the funding provider.

Restricted funds carried forward at the year end are made up as follows:

Henry Smith	£0 (2018: £14,557)	Provision of grants to support projects and services that help maximise the potential of young people who experience educational, social and economic disadvantage; including young people in, or leaving care.
Children in Need	£2,030 (2018: £5,269)	The charity was successful in their bid for a Children in Need grant in 2016, the grant runs for 1 year (with a view to more) and is based around engagement of young people in physical activities, activator course, young leader courses and the celebration of their achievements throughout the project.
Satellite Clubs	£1,301 (2018: £2,351)	Initially TFFH applied for 7 Satellite Clubs to run for 20 weeks. The idea is to link up with sports clubs around the Liverpool area who provide a coach to deliver sessions at TFFH, all the while establishing an exit route for the participants to feed straight in to the sports club. Satellite Clubs has been a success from the start, which has resulted in the continuation and sustaining of the project, which is currently on going. We have won a number of National Participant of the year awards and received bursaries to up-skill volunteers and participants. Also building up a great working relationship with Merseyside Sports Partnership (MSP).

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

NOTES TO THE FINANCIAL STATEMENTS

18. Funds (Continued)

Big Music Projects	£4,172 (2018: £891)	A project for 14-25 year olds who plan and development their own music and dance. This was then showcased at Manchester Met Student union.
MSP Sustain	£800 (2017: £800)	Sustain is added funding for the continuation of the Satellite Clubs project, the sessions and clubs that had already been successful in the 2 years prior were sustained for a further 20 weeks. TFFH exceeded all participant targets for the sustained funding.
Streetgames	£4,172 (2018: £0)	The Street Games grant is to support FFH youth zone with purchase of equipment, and the delivery of grass roots door step sports. This includes the delivery of staff training sessions funded by Streetgames, such as Short Tennis. Funds have been used to fund racquetball equipment and enhance the delivery of tennis to young people.
Greggs School Camp Lunches	£1,441 (2018: £0)	Greggs gave Torus Foundation money which was only to be spent on children's lunches in the school holiday camps.
Medicash	£10,000 (2018: £0)	Contribution towards launching the café at FFH. This included purchase of equipment, appliances and food.
Co-op Foundation	£9,970 (2018: £0)	Contribution towards launching the Digital Recharge café at FFH. This project is due to be completed in 2019/20.

Unrestricted funds

	Unrestricted Funds £'000
Balance at 1 April 2017	1,889
Surplus for the year	380
Balance at 31 March 2018	2,269
Surplus/(Deficit) for the year	(369)
Balance at 31 March 2019	1,900

TORUS FOUNDATION (FORMERLY COMMUTUAL)
Year ended 31 March 2019

NOTES TO THE FINANCIAL STATEMENTS

19. Financial assets and liabilities

	2019 £'000	2018 £'000
<i>Categories of financial assets and financial liabilities</i>		
Financial assets that are measured at amortised cost	3,766	2,476
Other liabilities	(221)	(163)
<i>Financial assets</i>		
Cash at bank	3,749	2,424
Financial assets on which no interest is earned	17	52
	<u>3,766</u>	<u>2,476</u>

20. Related party transactions

A Forshaw and E Haworth, trustees of the charity, are representatives of Torus. Torus Foundation has entered into a Service Level Agreement with Torus for the provision of support services such as IT, Human Resources, Finance and Asset Management. The value of services procured during the period was £280,061. In addition, TORUS hired various facilities at Toxteth Fire Fit Hub. This amounted to £1,335 (2017: £107)

C Martin, a trustee of the charity, is a representative of Liverpool City Council. Liverpool City Council hired various facilities at Toxteth Fire Fit Hub. This amounted to £285 (2018: £1,000).

P Garrigan, a trustee of the charity, is a representative of Merseyside Fire and Rescue. Merseyside Fire and Rescue hired various facilities at Toxteth Fire Fit Hub. This amounted to £130 (2018: £50).

21. Ultimate controlling party

As Torus62 controls the appointment of the Board it is considered to be the beneficial owner. In the opinion of the trustees Torus62 is the ultimate parent company and controlling party.

22. Capital Commitments

There were no capital commitments at 31 March 2019 (2018: nil).