

REGISTERED COMPANY NUMBER: 06853242 (England and Wales)
REGISTERED CHARITY NUMBER: 1138854

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS ~~FOR THE YEAR ENDED~~
31 MARCH 2019
FOR
MARSH FARM FUTURES

CHARITY COMMISSION
FIRST CONTACT

17 DEC 2019

ACCOUNTS
RECEIVED

FKCA Limited
Prospero House
46-48 Rothesay Road
Luton
Bedfordshire
LU1 1QZ

MARSH FARM FUTURES
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for the Year Ended 31 MARCH 2019

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MARSH FARM FUTURES
LIMITED
MEMBERSHIP COMPANY
INCORPORATED IN THE
ISLANDS OF THE CAYMAN
ISLANDS
REGISTERED OFFICE
MARSH FARM FUTURES
LIMITED
100, SOUTH BAY
ROAD, GEORGETOWN
GRAND CAYMAN, CAYMAN
ISLANDS

MARSH FARM FUTURES

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 MARCH 2019**

TRUSTEES

Mr D E Crean
Mr R J Davis (appointed 29.7.19)
Mr A R Khan
Mr B Patel
Ms A Pedersen
Ms A M White
Ms S T L Power
Ms A Donelon (appointed 21.5.19)
Mr N A Reid (appointed 28.5.19)
Mr R J Goodwin (appointed 29.7.19)

REGISTERED OFFICE

Futures House
The Moakes
Luton
Bedfordshire
LU3 3QB

REGISTERED COMPANY NUMBER 06853242 (England and Wales)

REGISTERED CHARITY NUMBER 1138854

AUDITORS

FKCA Limited
Prospero House
46-48 Rothesay Road
Luton
Bedfordshire
LU1 1QZ

SOLICITORS

Taylor Walton
28-44 Alma St
Luton
LU1 2PL

BANKERS

Natwest
31 George St
Luton
LU1 2YN

Santander
54-56 George St
Luton
LU1 2AB

MARSH FARM FUTURES
REPORT OF THE TRUSTEES
for the Year Ended 31 MARCH 2019

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2019. The trustees have adopted the provisions of 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

Objectives and aims

The Company's objects are primarily for the benefit of the community/public in the following areas:-

- 1.1 - The creation of business, training, community enterprise and employment opportunities by the provision of workspace, buildings and/or land, including (but not limited to) for use on favourable terms;
- 1.2 - The promotion of the growth of the economy, particularly the support of local businesses and community enterprises;
- 1.3 - The advancement of education, training and retraining particularly among unemployed people, and providing unemployed people with work experience;
- 1.4 - The provision of financial assistance, technical assistance, or business advice or consultancy in order to provide training and employment opportunities for unemployed people in cases of financial or other charitable need through help:
 - In setting up their own business, or
 - To existing businesses;
- 1.5 - The provision of neighbourhood services for those who are in conditions of need and the improvement of neighbourhood services in the public sector or in charitable ownership provided that such power shall not extend to relieving any local authorities or other bodies of a statutory duty to provide or improve any such services;
- 1.6 - The provision or assistance in the provision of recreational facilities for the public at large and/or those who, by reasons of their youth, age, infirmity or disablement, poverty or social and economic circumstances, have need of such facilities;
- 1.7 - The protection or conservation of the physical environment;
- 1.8 - The provision of public health facilities and childcare;
- 1.9 - The promotion of public safety and prevention of crime;
- 1.10 - To develop the capacity and skills of the members of the community in such a way that they are better able to identify, and help meet, their needs and to participate more fully in society
- 1.11 - To develop and encourage, foster and promote the physical economic and social development and regeneration of the area by building partnerships with organisations with similar aims; and
- 1.12 - To carry on any other activity which the Board considers is for the benefit of the community.

MARSH FARM FUTURES

REPORT OF THE TRUSTEES for the Year Ended 31 MARCH 2019

OBJECTIVES AND ACTIVITIES

Significant activities

- The provision of affordable, well-managed and sustainable facilities for enterprise and community activities;
- The Development of a vibrant local economy where businesses can prosper and community enterprise can flourish, creating jobs and a skilled and competitive workforce;
- Promoting effective partnership working between all sectors to build capacity and create a sustainable community 'anchor' organisation to ensure that the needs of the community are understood and addressed.
- Supporting local youth programmes which develop skills and confidence engaging young people as active decision makers, and encourage a healthy, confident community who feel safe, and have a range of accessible facilities
- Improving education standards for all with a wide range of learning opportunities and experiences.

Public benefit

The Trustees' confirms that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when setting their grant making policy for the year, in line with the Charity's aims and objectives.

Social investments

Our social investment activities are based on supporting local residents, businesses and young people, including reduced rates at Futures Fun Factory. These include provision of space, meeting rooms, community halls at low cost to enable access to individuals and groups to develop and sustain. We aim to engage with the community, e.g. through a number of community events including an Annual Enterprise event, Futures Community Fun Day, Marsh Farm Fireworks, Winter Wonderland, 50+ Christmas, Futures Business Voice Events, Eid and Children's parties at Futures Fun Factory. Other events included the Community Valentine's Dance organised by Marsh Farm Futures, Marsh Farm fundraising Group and Futures Community Voice and the very successful International Women's Day event which was attended by hundreds of people to celebrate women in Luton and raised over £600 for local charity, Stepping Stones. The event was held on Saturday 9th March 2019 at Futures House in Marsh Farm, special guests included the Mayor of Luton, Cllr Naseem Ayub. These events mobilise the community, create a sense of belonging and social cohesion.

We have also initiated Community Conversations, an awareness raising around Community Business through Empowering Places Programme funded by Power to Change. One of the key objectives of this programme is to build a movement towards Community Business and promote this as an economic and social change model to address local issues. Active participation of residents in the programme is a major part of the challenge. Our activities have included distributing dedicated Futures News regularly to all the residents on the estate and partners, to engage them in this initiative.

Board members have been provided with training 'Discovery workshops' on Governance, business planning, diagnostic workshop, stakeholder analysis, community engagement and community organising, and self-interest. These workshops were delivered by a variety of organisations including New Economics Foundation (NEF), UK-Cops and Centre for Local Economic Strategies (CLES). NEF as a key partner and technical support provider who have been a source of help to deliver PtC project. As part of the awareness raising to promote the programme other events held included 'Tea in the Afternoon', a market stall held at Futures Fun Day (August 2018) and a street consultation on engaging residents carried out by the project admin Assistant.

Supporting small /medium enterprises has remained an important area for MFF, e.g. we have provided learning workshops on cyber security.

MARSH FARM FUTURES

REPORT OF THE TRUSTEES for the Year Ended 31 MARCH 2019

OBJECTIVES AND ACTIVITIES

Grantmaking

Community Chest Grant Funding, as part of our social investment actions intended to build capacity of small community organisations to become more effective enterprises operating in the area or from Futures House, MFF encourages local community groups/organisations to apply for small funding grants called Community Chest. When applications are received, they are checked; a panel of Board Members is formed where applicants are invited to give a 3-5-minute presentation on why they want the money and talk about their project. Afterwards the panel decides to agree or not and may put down some conditions. Successful groups/organisations are then notified, and funding provided subject to meeting any conditions that the panel may have set.

Volunteers

Volunteers are a vital source of support to us. Community Payback (part of Probation Service, individuals who have been issued with community orders from courts) offer between 6-8 volunteers on a weekly basis providing landscaping and gardening around Futures House. 7 Board members are also volunteers offering their expertise and time at no cost to MFF. In addition, more than 80 volunteers contribute their support to our annual community and business events, mainly from Luton and the surrounding areas. Charles Hazel is one of our key volunteers who has been with MFF since 2011. Charles regularly contributes his time and helps with a number of tasks including facilities support.

The Board believes that through strong partnership working it will assist in job creation, and skills development and training. Community engagement will continue to be a key factor in enabling the ongoing success of Futures House and other MFF project initiatives and use by local residents. Long term sustainability of MFF will rely on income generation, providing services and benefits to the residents of Marsh Farm and the surrounding area, both through the use and letting of Futures House, and through the funding and delivery of current and planned projects. Identifying risks and the likelihood of each assessed with management proposals and contingency plans as well as an action plan has been set out from the outset of the five year plan which demonstrates what tasks are required under the business plan headings of management, finance, governance, personnel, marketing, and operations. These plans and activities will be key to achieving MFF's aims and furthering its legal purpose over the coming years.

The Board will work towards meeting its stated aims and objectives through;

- management and letting of property and particularly the operation of Futures House;
- provide facilities and services for the community whilst generating a surplus to invest into other activities;
- management and operation of Futures Fun Factory;
- management and letting of the Meeting Halls to maximise the social benefits to the local community whilst aiming to cover their operating costs;
- development and delivery of practical projects that respond to the priorities within the strategic aims.

Key Outputs

The measures it uses to assess success in the reporting period is through key output delivery:

- Futures House user footfall - this covers the number of residents using Community Halls; Futures Fun Factory customers; number of residents using Luton Borough Council Front Desk Service; number of people using Community Resource Room (use of free ICT facility)
- Number of people accessing free business advice from Enterprise Club held monthly
- Measuring attendance at business events including Futures Business Voice networking, business events, workshops and seminars
- We also consider local claimant data (number of residents claiming unemployment benefit) and number of unemployed residents trained
- Jobs created or safeguarded
- Number of businesses advised, or new businesses created
- Number of young people benefiting from advice, crime prevention initiatives
- Number of 50+ people benefiting from safety advice/initiatives
- Number of community groups supported
- Number of health initiatives introduced

MARSH FARM FUTURES
REPORT OF THE TRUSTEES
for the Year Ended 31 MARCH 2019

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the year 2018-19 MFF has performed outstandingly and has achieved the following:

Yearly Outcome Measurement

Output	Total
Jobs created	2
Jobs safeguarded	16
People trained obtaining qualifications	8
Residents accessing employment	11
Training weeks	22
People trained obtained jobs	3
Young people benefiting	1,608
New business start ups	4
New business surviving 52 weeks	3
New business surviving 78 weeks	3
Businesses advised	23
Benefiting from safety initiatives	4,009
50+ benefiting from safety initiatives	180
Women benefiting from safety	20
Community safety initiatives	1
Youth crime prevention initiatives	2
Attending youth crime initiatives	30
Locals access new health facilities	355
New health facilities	48
New sports facilities	2
Community cultural facilities improved	8
Voluntary organisations supported	14
Community Groups supported	42

- 98% of the Futures House lettable space is now occupied
- Over 43,000 customers served by Futures Fun Factory
- Over 28,000 customers used Meetings Halls
- Over 700 local residents accessed other services provided by MFF
- Over 1000 local residents received LBC services

Fundraising activities

MFF invested staff time to secure nearly £100,000 from Power to Change during the year. The first year was completed successfully which led to 2nd year funding. The initial period was about building capacity as a catalyst, establishing local awareness, and developing a future plan for the area.

We have been working closely with Locality, raising over £4,500 for consultancy with Urban Vision which then led to raising a further £10,000 from DCLG to conduct a pre-feasibility to possibly extend Futures House and develop a social housing project.

In addition, staff time was also invested in submitting an application to the Police Crime Commissioner (PCC) funding. We were awarded £30,000 for our Ambassadors of Change Programme.

The annual fireworks also required staff time to secure sponsorships and financial contributions from local businesses that resulted in raising over £5,000 in funding to cover part of the costs.

MARSH FARM FUTURES

REPORT OF THE TRUSTEES for the Year Ended 31 MARCH 2019

ACHIEVEMENT AND PERFORMANCE

Reserves for Local Investment

MFF Board will need to clarify any applications and use of MFF reserves, and plan for appropriate investment in new projects over the next few years. One such project is the local Market that had been declining over many years such that Luton Borough Council decided to stop its operations before the Purley centre was demolished last year. MFF undertook a short review exercise which indicated that the market has potential but required investment of time and money to thoroughly review its operation, and then to plan and implement changes to arrest the recent decline and build a new customer base. Discussions have been ongoing with the Council for some time to agree the terms with them to restart the market on Futures House land. The Board has agreed to create a project investment fund of £50,000 to provide for options appraisals and feasibility studies for new initiatives.

MFF has identified a number of capital projects which will require capital investment over the next few years on its land. An initial feasibility study has been carried out to determine the most appropriate development solutions. These options have been considered by the Board in terms of how they address the local planning context, their deliverability and their ability to attract resources. The study also considers how the project/s can be managed moving forward and in the long-term by considering how MFF can develop as an organisation and the key external relationships necessary.

As part of the commission three options had been considered for development. The initial feasibility study suggests that it may require an estimated investment of between £7-8m Pounds. The Board considered a smaller development scheme around the Futures Fun Factory, which is undergoing further stress checks before going to full feasibility. The main projects under this development are Futures Fun Factory Climbing wall, youth and community hub, extension to the Futures House.

Depending on potential sources of finance and the strategy for their development, this will affect how the Charity might execute the largest capital projects. If external finance is to be used, MFF will need to be investment ready by meeting organisational and investment criteria of the social investment funders. This strategy needs further consideration.

Car parking had become insufficient due to large number of visitors, people based at Futures House and occupation levels. We have extended the car parking facility to the front of the Futures House by creating 8 new parking spaces and 4 new bike spaces. We have also created 27 new car parking spaces by marking out the existing forecourt at the front of Futures House and 11 additional car parking spaces by marking out the rear forecourt of the building.

Internal and external factors

Lack of numbers in the Community Voice and the fact that some of the Committee had resigned due to moving away from the area or obtaining full time employment, meant that they could not reach as many of the Community as they would have liked. In 2018 a part time Community Engagement Officer was employed to help and support the Community Voice in engaging the local Community, this improved things for a while however, in March 2019 this person left MFF.

Meeting Halls - Although the halls ran at a loss during the first year as predicted, we have still maintained our permanent Community Groups and have added a further two new permanent groups. The halls are still hired for training and meetings as well as social bookings, although these have been slightly down this year. Following a meeting with the Board it was decided to review our hall charges as some of our customers felt it was the charges putting people off hiring. We continue to work hard marketing the halls through our website and social media pages which again has helped to increase some of our bookings.

Buckle Close - An asset and piece of land earmarked for social housing, owned by MFF, had not been developed due to lack of funding from external sources and other issues. This was taken back by the Council exercising its option under the lease. We are continuing our efforts to assess alternative social housing provision at Futures land owned by MFF

Education Programmes - MFF is not in a position to make an impact on this directly, however, there are plans in the near future to engage with education providers that already exist.

Futures Young Voice - Due to the loss of the school facility, MFF decided to pursue the possibility of obtaining a building that belongs to the local authority that used to serve as a youth centre. This took longer than expected, as there were a lot of issues to deal with. However, it was decided earlier this year not to go ahead as the terms offered by the local authority were not acceptable to MFF. In July 2018 we started the Junior Youth Club which is for 7-10 year olds and is the first of the new youth sessions to start. This runs for 2 hours every week and a further 2 sessions for older teens is currently being looked at that will start in the next few months.

MARSH FARM FUTURES

REPORT OF THE TRUSTEES for the Year Ended 31 MARCH 2019

FINANCIAL REVIEW

Financial position

The trustees wish to report a net surplus of £250,089 and £8,813 within unrestricted and restricted funds respectively for the year under review. The unrestricted general reserves stand at £1,820,012 and restricted funds at £74,165.

Details of the major items on the balance sheet can be found in the notes to the financial statements.

Expenditure on gas and electric has been slightly reduced this year due to prudent management of the heating and lighting in the building and negotiating robustly with the utilities companies and changing the contracts as required.

Delays in payment of invoices from tenants and suppliers has an impact on our cash flows but not an adverse impact on our collection of invoices, as we monitor aged debtors each month and have systems in place to recover funds owed to the charity.

Loss of some of the larger and key tenants from Futures House is likely to have a significant effect on the financial performance of charity. There have been some changes to larger tenants in the building, significantly that Cambridge Community Services (CCS) have now vacated its space, which has been taken by Heywood House on the Ground floor. Half of the space previously occupied by CCS on the First floor is already occupied by Luton Borough Council and the lease has been now transferred to MFF. The other half of the space is currently used as storage by MFF and plans are in place to change this to possibly smaller units, which can be let out more regularly than the larger spaces in the building.

The Board has agreed a community chest budget of £10,000 and if there are increased demands on this budget the Board will have to use its reserves for any additional expenditure, if agreed by them.

Loss of funds from Power to Change to develop Community Businesses.

Changes in Organisational structure and loss of any income from partner organisations.

These factors and any other key risks identified above that do not get addressed will have an impact on the long-term sustainability of MFF, in particular it may have an impact on its four financial objectives, i.e.

- a) Ensure the sustained growth in profitability of Futures House;
- b) Continue to build up MFF's reserves, particularly the sinking fund for long term building maintenance and renewal;
- c) Provide revenue funding for projects of community benefit;
- d) Agree budget and priorities for a capital investment programme.

Principal funding sources

Rents and Service Charges pay for staffing and other running costs of the charity as well as the community chest funding. Futures Fun Factory pays for its staffing, rent and service charge plus any training for staff and provide a much-needed service to local people in Marsh Farm and the surrounding areas. Power to Change provide a Grant to set up community businesses in the area. We also receive donations from London Luton Airport that covers part salary of a staff member who provides services to the community and youth in the area and donations from local businesses towards an annual firework display that we deliver in early November. In addition, small amount of income is generated through business events.

Investment policy and objectives

There are no investments in external entities and the board will develop a policy as and when required.

MARSH FARM FUTURES
REPORT OF THE TRUSTEES
for the Year Ended 31 MARCH 2019

FINANCIAL REVIEW

Reserves policy

In order to protect Marsh Farm Futures against variation in income, and to allow for new opportunities, Marsh Farm Futures has an unrestricted reserves policy setting out guidelines on setting money aside rather than using it for immediate issues/projects. This is money that can be spent on anything which furthers the objectives of Marsh Farm Futures and secures its viability beyond the immediate future to provide reliable services over the longer term. The replacement costs for the main features of the Futures House building (e.g. roof, heating, lift, etc), were originally calculated at £1,895,064 at 2011 prices. Assuming a 25 to 50-year lifecycle for the various features, an annual average allocation of about £50,000 at current prices has been made to a sinking fund. Business Continuity will largely be covered by the organisation's insurance given that MFF's primary income source is from the letting of Future House. A small contingency of £50,000 has been set aside to facilitate working capital during any period when insurance claims are being processed in the event of sudden loss of income. A Project Investment Fund of £50,000 is created to provide for options appraisals and feasibility studies for new initiatives.

A separate bank account is in place for the sinking fund with a separate account for the tenant's deposits.

Principle risk and uncertainties

As stated earlier the loss of any larger tenants from Futures House will have a significant effect on the Financial performance of the Charity. Given the successful track record of MFF and its programme over the past few years, the risks to the Charity are considerably reduced compared to the uncertainties faced in 2010, when it was established. There are only two risks with high potential impact, the first being the loss of the use of Futures House for any reason, and the second being the failure of any expensive new programme initiative, both of which are unlikely, but nevertheless need to be considered and managed.

There are also a number of operational risks associated with the management and operation of Futures House, the Fun Factory and the Meeting Halls. Whilst their impact is Low to Medium, these would still need to be monitored by the relevant project staff to minimise their likelihood.

FUTURE PLANS

There are no plans by the Trustees to change the charities aims and objectives at the moment. The focus of the activities for MFF over the next three to five years are to be within four primary areas:

- (i) management and letting of property and particularly the operation of Futures House, to provide facilities and services for the community whilst generating a surplus to invest into other activities;
- (ii) management and operation of Futures Fun Factory;
- (iii) management and letting of the Meeting Halls to maximise the social benefits to the local community whilst aiming to cover their operating costs;
- (iv) development and delivery of practical projects that respond to the priorities within its strategic aims;

Other significant plans include the restart of market subject to agreement from the Council and the investment in any capital projects on its land.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Decision making

Decisions on policy and direction of the charity are taken by the Board, but operational decisions to implement these are a matter for staff through the Chief Executive Officer. Directors approve the budget and work programme and monitor progress of each through Officer's reports throughout the year. They also consider and approve the Annual Accounts. There is a long-term forward planning process, which is based on three-year financial forecasts, and additional meetings of the Board to consider future plans and activities.

MARSH FARM FUTURES

REPORT OF THE TRUSTEES for the Year Ended 31 MARCH 2019

STRUCTURE, GOVERNANCE AND MANAGEMENT

New Trustees

Induction and training of new trustees or suitably experienced representatives from such Organisations or persons as it determines, for persons to be appointed as Directors because of their experience of, skills in or understanding of working in the relevant sector, so that the Board in total is as follows:

- three local Residents, nominated by the community assembly or through such other process as the Board shall determine;
- two business representatives, one of whom should be working in a business based on the Marsh Farm estate;
- two Councillors nominated by the Council;
- three other local stakeholders, at the reasonable discretion of the Board;
- one Young Person.

New trustees are normally chosen as they have a track record of working with or within public or community organisations and are introduced to the specific workings of the Charity by the Chief Executive. Before appointment they are normally interviewed by the Board, and the nature of the decisions they will be faced with are explained at this time. Any specialist training required by an individual Director is available on request.

Staff remuneration

Staff numbers have increased progressively since the charity was formed but remain small. Each addition or replacement is appointed within an appropriate advertised salary range, and external advice is sought on this when necessary to ensure that they are properly benchmarked. Annual salaries for all staff are readjusted annually in respect of cost of living, using the Local Government settlement made nationally as a guide.

Related parties

The land at Futures House is owned by Peoples Property Marsh Farm Limited, which is a wholly owned subsidiary of Marsh Farm Futures and its leased to Marsh Farm Futures at peppercorn rent. The same Trustees are responsible for both of the companies' affairs.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Marsh Farm Futures for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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 to 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, FKCA Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

MARSH FARM FUTURES

**REPORT OF THE TRUSTEES
for the Year Ended 31 MARCH 2019**

Approved by order of the board of trustees on 3rd December 2019 and signed on its behalf by:



.....
Ms A Pedersen - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MARSH FARM FUTURES

Opinion

We have audited the financial statements of Marsh Farm Futures (the 'charitable company') for the year ended 31 March 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 (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 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 Auditors 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 annual report, other than the financial statements and our Report of the Independent Auditors 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 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements ; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, 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.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
MARSH FARM FUTURES**

Responsibilities of trustees

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.

Our 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 a Report of the Independent Auditors 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. 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 Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' 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 trustees as a body, for our audit work, for this report, or for the opinions we have formed.

FKCA limited

FKCA Limited
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Prospero House
46-48 Rothesay Road
Luton
Bedfordshire
LU1 1QZ

Date: *10 December 2019*

MARSH FARM FUTURES

**STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 MARCH 2019**

	Notes	Unrestricted funds £	Restricted funds £	2019 Total funds £	2018 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	33,300	82,325	115,625	119,310
Charitable activities	3	685,158	-	685,158	622,516
Investment income	4	1,636	-	1,636	703
Other income		68,000	-	68,000	118,323
Total		788,094	82,325	870,419	860,852
EXPENDITURE ON					
Charitable activities					
Charitable trading costs	5	538,005	-	538,005	492,660
Project expenses		-	73,512	73,512	63,933
Total		538,005	73,512	611,517	556,593
NET INCOME		250,089	8,813	258,902	304,259
RECONCILIATION OF FUNDS					
Total funds brought forward		1,569,923	65,352	1,635,275	1,331,016
TOTAL FUNDS CARRIED FORWARD		1,820,012	74,165	1,894,177	1,635,275

The notes form part of these financial statements

MARSH FARM FUTURES

**BALANCE SHEET
AT 31 MARCH 2019**

	Notes	Unrestricted funds £	Restricted funds £	2019 Total funds £	2018 Total funds £
FIXED ASSETS					
Tangible assets	11	19,678	-	19,678	4,079
Investments	12	4,000	-	4,000	4,000
		<u>23,678</u>	<u>-</u>	<u>23,678</u>	<u>8,079</u>
CURRENT ASSETS					
Debtors	13	253,586	-	253,586	159,065
Cash at bank and in hand		1,776,429	74,165	1,850,594	1,690,716
		<u>2,030,015</u>	<u>74,165</u>	<u>2,104,180</u>	<u>1,849,781</u>
CREDITORS					
Amounts falling due within one year	14	(233,681)	-	(233,681)	(222,585)
		<u>1,796,334</u>	<u>74,165</u>	<u>1,870,499</u>	<u>1,627,196</u>
NET CURRENT ASSETS					
		<u>1,820,012</u>	<u>74,165</u>	<u>1,894,177</u>	<u>1,635,275</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>1,820,012</u>	<u>74,165</u>	<u>1,894,177</u>	<u>1,635,275</u>
NET ASSETS					
		<u>1,820,012</u>	<u>74,165</u>	<u>1,894,177</u>	<u>1,635,275</u>
FUNDS					
Unrestricted funds	15			1,820,012	1,569,923
Restricted funds				74,165	65,352
				<u>1,894,177</u>	<u>1,635,275</u>
TOTAL FUNDS					
				<u>1,894,177</u>	<u>1,635,275</u>

The notes form part of these financial statements

MARSH FARM FUTURES
BALANCE SHEET - CONTINUED
AT 31 MARCH 2019

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2019.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 144 of the Charities Act 2011.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees on 3rd December 2019 and were signed on its behalf by:



.....
Ms A Pedersen -Trustee

The notes form part of these financial statements.

MARSH FARM FUTURES
CASH FLOW STATEMENT
for the Year Ended 31 MARCH 2019

	Notes	2019 £	2018 £
Cash flows from operating activities:			
Cash generated from operations	1	184,312	318,569
		<hr/>	<hr/>
Net cash provided by (used in) operating activities		184,312	318,569
		<hr/>	<hr/>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(26,070)	-
Sale of tangible fixed assets		-	525,000
Interest received		1,636	703
		<hr/>	<hr/>
Net cash provided by (used in) investing activities		(24,434)	525,703
		<hr/>	<hr/>
Change in cash and cash equivalents in the reporting period		159,878	844,272
Cash and cash equivalents at the beginning of the reporting period		1,690,716	846,444
		<hr/>	<hr/>
Cash and cash equivalents at the end of the reporting period		1,850,594	1,690,716
		<hr/> <hr/>	<hr/> <hr/>

The notes form part of these financial statements

MARSH FARM FUTURES

**NOTES TO THE CASH FLOW STATEMENT
for the Year Ended 31 MARCH 2019**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2019	2018
	£	£
Net income for the reporting period (as per the statement of financial activities)	258,902	304,259
Adjustments for:		
Depreciation charges	10,471	5,509
Interest received	(1,636)	(703)
Increase in debtors	(94,521)	(147,915)
Increase in creditors	11,096	157,419
Net cash provided by (used in) operating activities	<u>184,312</u>	<u>318,569</u>

MARSH FARM FUTURES

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 MARCH 2019

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

The presentation currency of the financial statements is the Pound Sterling (£).

Marsh Farm Futures meets the definition of a public benefit entity under FRS 102.

The Trustees consider there are no material uncertainties about the charity's ability to continue as a going concern.

Preparation of consolidated financial statements

The financial statements contain information about Marsh Farm Futures as an individual charity and do not contain consolidated financial information as the parent of a group. The charity is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Income

Nature of Income

Gross income represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Categories of Income

Income is categorised as income from exchange transactions (contract income) and income from non-exchange transactions (gifts), investment income and other income.

Income from exchange transactions is received by the charity for goods or services supplied under contract or where entitlement is subject to fulfilling performance related conditions. The income the charity receives is approximately equal in value to the goods or services supplied by the charity to the purchased.

Income from a non-exchange transaction is where the charity receives value from the donor without providing equal value in exchange, and includes donations of money, goods and services freely given without giving equal value in exchange.

Income recognition

Income, whether from exchange or non-exchange transactions, is recognised in the statement of financial activities (SOFA) on a receivable basis, when a transaction or other event results in an increase in the charity's assets or a reduction in its liabilities and only when the charity has legal entitlement, the income is probable and can be measured reliably.

Income subject to terms and conditions which must be met before the charity is entitled to the resources is not recognised until the conditions have been met.

All income is accounted for gross, before deducting any relate fees or costs.

Gift aid

The income and any associated Gift Aid or other tax refund received by the charity in the nature of a gift, is accounted for on the same basis as a donation.

MARSH FARM FUTURES

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 MARCH 2019

1. ACCOUNTING POLICIES - continued

Expenditure on goods and services

A liability, and the related expenditure, is recognised when a legal or constructive obligation exists as a result of a past event, and when it is more likely than not that a transfer of economic benefits will be required in settlement, and when the amount of the obligation can be measured or reliably estimated.

Liabilities arising from future funding commitments and constructive obligations, including performance relating grants, where the timing or the amount of the future expenditure required to settle the obligation are uncertain, give rise to a provision in the accounts, which is reviewed at the accounting year end. The provision is increased to reflect any increase in liabilities, and is decreased by the utilisation of any provision within the period, and reversed if any provision is no longer required. These movements are charged or credited to the respective funds and activities to which the provision relates.

Volunteers

In accordance with the SORP, and in recognition of the difficulties in placing a monetary value on the contribution from volunteers, the contribution from volunteers is not included within the income of the charity. However, the trustees value the significant contribution made to the activities of the charity by unpaid volunteers and this is described more fully in the notes to the financial statements.

Allocation and apportionment of costs

All costs are directly allocated to the activity to which they relate.

Tangible fixed assets

Tangible fixed assets held for the company's own use are stated at cost less accumulated depreciation and accumulated impairment losses.

Plant and machinery - Straight line over 4 years

Land is included at fair value with any surplus or deficit arising from changes in the fair value recognised in the statement of financial activities.

Taxation

As a registered charity, the organisation is exempt from income and corporation tax to the extent that its income and gains are applied towards the charitable objects of the charity and for no other purpose. Value Added Tax is recoverable by the charity

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

MARSH FARM FUTURES

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 MARCH 2019

1. ACCOUNTING POLICIES - continued

Debtors

Debtors are measured at their recoverable amounts at the balance sheet date.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts.

Financial instruments, cash and bank balances

Cash held by the charity is included at the amount actually held and counted at the year end. Bank balances, whether in credit or overdrawn, are shown at the amounts properly reconciled to the bank statements.

Financial instruments are measured as fair value. In the case of unlisted investments they are valued at nominal value.

Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

Investment in subsidiaries

Investments in subsidiary undertakings are recognised at cost less impairment.

2. DONATIONS AND LEGACIES

	2019	2018
	£	£
Donations	30,000	30,000
Grants	85,625	89,310
	115,625	119,310
	115,625	119,310

Grants received, included in the above, are as follows:

	2019	2018
	£	£
Other grants	3,300	-
Power to change	81,389	49,310
Police and Crime Commissioner	936	30,000
Community Housing Pre Feasibility	-	10,000
	85,625	89,310
	85,625	89,310

3. CHARITABLE ACTIVITIES

	2019	2018
	£	£
Letting of property for charitable purposes	530,805	484,743
Futures Fun Factory	140,680	129,826
Sales of goods and services in accordance with the charity's objects	13,673	7,947
	685,158	622,516
	685,158	622,516

MARSH FARM FUTURES

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 MARCH 2019

4. INVESTMENT INCOME

	2019	2018
	£	£
Deposit account interest	1,636	703
	<u> </u>	<u> </u>

5. CHARITABLE ACTIVITIES COSTS

	Direct costs	Support costs (See note 6)	Totals
	£	£	£
Charitable trading costs	267,373	270,632	538,005
Project expenses	73,512	-	73,512
	<u> </u>	<u> </u>	<u> </u>
	<u>340,885</u>	<u>270,632</u>	<u>611,517</u>

6. SUPPORT COSTS

	Premises expenses	Administrative overheads	Financial, legal and professional costs	Governance costs	Totals
	£	£	£	£	£
Charitable trading costs	222,812	16,035	25,435	6,350	270,632
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Support costs, included in the above, are as follows:

Volunteer costs

	2019	2018
	Total activities	Total activities
	£	£
Volunteer expenses	-	99
	<u> </u>	<u> </u>

Premises expenses

	2019	2018
	Charitable trading costs	Total activities
	£	£
Wages	45,034	32,643
Social security	3,432	3,379
Rates and water	10,741	17,022
Insurance	10,449	9,944
Light and heat	67,769	83,289
Postage and stationery	394	468
Cleaning and waste management	22,981	17,128
Premises repairs and renewals	30,517	28,131
Security	23,688	25,739
Facilities management	632	2,363
Volunteer expenses	1,001	621
Accountancy	2,335	2,292
Legal fees	3,429	1,914
Advertising	410	46
	<u> </u>	<u> </u>
	<u>222,812</u>	<u>224,979</u>

MARSH FARM FUTURES

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 MARCH 2019

6. SUPPORT COSTS - continued

Administrative overheads

	2019	2018
	Charitable trading costs	Total activities
	£	£
Telephone	3,056	3,513
Postage and stationery	3,183	4,072
Sundries	3,510	315
Membership subscriptions	323	225
Equipment expenses	1,265	1,817
Software licences and expenses	4,698	2,982
	<u>16,035</u>	<u>12,924</u>

Financial, legal and professional costs

	2019	2018
	Charitable trading costs	Total activities
	£	£
Legal and professional	9,500	1,870
Meeting expenses	466	547
Accountancy	4,485	6,743
Bank charges	513	477
Depreciation of tangible fixed assets	10,471	5,509
	<u>25,435</u>	<u>15,146</u>

Governance costs

	2019	2018
	Charitable trading costs	Total activities
	£	£
Auditors' remuneration	4,800	4,750
Auditors' remuneration for non audit work	1,550	1,500
	<u>6,350</u>	<u>6,250</u>

7. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2019	2018
	£	£
Auditors' remuneration	4,800	4,750
Auditors' remuneration for non audit work	1,550	1,500
Depreciation - owned assets	10,471	5,509
	<u>16,821</u>	<u>11,759</u>

MARSH FARM FUTURES

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 MARCH 2019

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2019 nor for the year ended 31 March 2018.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2019 nor for the year ended 31 March 2018.

9. STAFF COSTS

	2019	2018
	£	£
Wages and salaries	280,260	268,233
Social security costs	22,228	21,073
Other pension costs	5,016	1,607
	<u>307,504</u>	<u>290,913</u>

The average monthly number of employees during the year was as follows:

2019	2018
19	19
<u>19</u>	<u>19</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2019	2018
£70,001 - £80,000	1	1
	<u>1</u>	<u>1</u>

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	30,000	89,310	119,310
Charitable activities	622,516	-	622,516
Investment income	703	-	703
Other income	118,323	-	118,323
Total	<u>771,542</u>	<u>89,310</u>	<u>860,852</u>
EXPENDITURE ON			
Charitable activities			
Charitable trading costs	492,660	-	492,660
Project expenses	-	63,933	63,933
Total	<u>492,660</u>	<u>63,933</u>	<u>556,593</u>
NET INCOME	<u>278,882</u>	<u>25,377</u>	<u>304,259</u>
Transfers between funds	<u>(30,000)</u>	<u>30,000</u>	<u>-</u>
Net movement in funds	<u>248,882</u>	<u>55,377</u>	<u>304,259</u>

MARSH FARM FUTURES

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 MARCH 2019

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted funds £	Restricted funds £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	1,321,041	9,975	1,331,016
TOTAL FUNDS CARRIED FORWARD	1,569,923	65,352	1,635,275
11. TANGIBLE FIXED ASSETS			Plant and machinery £
COST			
At 1 April 2018			22,036
Additions			26,070
At 31 March 2019			48,106
DEPRECIATION			
At 1 April 2018			17,957
Charge for year			10,471
At 31 March 2019			28,428
NET BOOK VALUE			
At 31 March 2019			19,678
At 31 March 2018			4,079
12. FIXED ASSET INVESTMENTS			Shares in group undertakings £
COST LESS IMPAIRMENT			
At 1 April 2018 and 31 March 2019			4,000
NET BOOK VALUE			
At 31 March 2019			4,000
At 31 March 2018			4,000

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

MARSH FARM FUTURES

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 MARCH 2019

12. FIXED ASSET INVESTMENTS - continued

People's Property (Marsh Farm) Limited

Registered office: Futures House, The Moakes, Luton, Bedfordshire, LU3 3QB

Nature of business: Dormant

Class of share:	%		
Ordinary	holding		
	100	2019	2018
		£	£
Aggregate capital and reserves		2,532,176	2,532,176
Profit/(loss) for the year		-	(6,864)
		<u>2,532,176</u>	<u>2,525,312</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Trade debtors	150,263	55,742
Other debtors	103,323	103,323
	<u>253,586</u>	<u>159,065</u>

The balance within other debtors is in relation to a reimbursement of demolition/building works plus professional fees incurred during the sale of Buckle Close.

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Trade creditors	19,185	3,266
Social security and other taxes	28,671	42,181
Other creditors	60,032	53,101
Deferred income	119,043	117,287
Accrued expenses	6,750	6,750
	<u>233,681</u>	<u>222,585</u>

DEFERRED INCOME

	Rental Income
	£
Deferred Income brought forward at 1 April 2018	117,287
Incoming resources deferred in the current year	119,043
Amounts released from previous years	(117,287)
	<u>119,043</u>
Deferred Income carried forward at 31 March 2019	<u>119,043</u>

Rental income is deferred to match income against the period it relates to.

MARSH FARM FUTURES

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 MARCH 2019

15. MOVEMENT IN FUNDS

	At 1.4.18 £	Net movement in funds £	Transfers between funds £	At 31.3.19 £
Unrestricted funds				
General fund	450,870	250,089	(75,000)	625,959
Designated - Capital Investment Programme	77,000	-	-	77,000
Designated - Sinking Fund	300,000	-	50,000	350,000
Designated - Business Continuity	50,000	-	25,000	75,000
Designated - Project Investment	50,000	-	-	50,000
Designated - Large Scale Capital Project	642,053	-	-	642,053
	<u>1,569,923</u>	<u>250,089</u>	<u>-</u>	<u>1,820,012</u>
Restricted funds				
Power to change	26,352	30,816	-	57,168
Police and Crime Commissioner	30,000	(13,003)	-	16,997
Community Housing Pre Feasibility	9,000	(9,000)	-	-
	<u>65,352</u>	<u>8,813</u>	<u>-</u>	<u>74,165</u>
TOTAL FUNDS	<u><u>1,635,275</u></u>	<u><u>258,902</u></u>	<u><u>-</u></u>	<u><u>1,894,177</u></u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	788,094	(538,005)	250,089
Restricted funds			
Power to change	81,389	(50,573)	30,816
Police and Crime Commissioner	936	(13,939)	(13,003)
Community Housing Pre Feasibility	-	(9,000)	(9,000)
	<u>82,325</u>	<u>(73,512)</u>	<u>8,813</u>
TOTAL FUNDS	<u><u>870,419</u></u>	<u><u>(611,517)</u></u>	<u><u>258,902</u></u>

MARSH FARM FUTURES

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 MARCH 2019

15. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.17 £	Net movement in funds £	Transfers between funds £	At 31.3.18 £
Unrestricted Funds				
General fund	234,551	278,882	(62,563)	450,870
Designated - Capital Investment Programme	161,490	-	(84,490)	77,000
Designated - Sinking Fund	250,000	-	50,000	300,000
Designated - Business Continuity	25,000	-	25,000	50,000
Designated - Project Investment	50,000	-	-	50,000
Designated - Large Scale Capital Project	600,000	-	42,053	642,053
	<u>1,321,041</u>	<u>278,882</u>	<u>(30,000)</u>	<u>1,569,923</u>
Restricted Funds				
Power to change	9,975	(13,623)	30,000	26,352
Police and Crime Commissioner	-	30,000	-	30,000
Community Housing Pre Feasibility	-	9,000	-	9,000
	<u>9,975</u>	<u>25,377</u>	<u>30,000</u>	<u>65,352</u>
TOTAL FUNDS	<u><u>1,331,016</u></u>	<u><u>304,259</u></u>	<u><u>-</u></u>	<u><u>1,635,275</u></u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	771,542	(492,660)	278,882
Restricted funds			
Power to change	49,310	(62,933)	(13,623)
Police and Crime Commissioner	30,000	-	30,000
Community Housing Pre Feasibility	10,000	(1,000)	9,000
	<u>89,310</u>	<u>(63,933)</u>	<u>25,377</u>
TOTAL FUNDS	<u><u>860,852</u></u>	<u><u>(556,593)</u></u>	<u><u>304,259</u></u>

MARSH FARM FUTURES

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 MARCH 2019

15. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.17 £	Net movement in funds £	Transfers between funds £	At 31.3.19 £
Unrestricted funds				
General fund	234,551	528,971	(137,563)	625,959
Designated - Capital Investment Programme	161,490	-	(84,490)	77,000
Designated - Sinking Fund	250,000	-	100,000	350,000
Designated - Business Continuity	25,000	-	50,000	75,000
Designated - Project Investment	50,000	-	-	50,000
Designated - Large Scale Capital Project	600,000	-	42,053	642,053
Restricted funds				
Power to change	9,975	17,193	30,000	57,168
Police and Crime Commissioner	-	16,997	-	16,997
	<u>9,975</u>	<u>34,190</u>	<u>30,000</u>	<u>74,165</u>
TOTAL FUNDS	<u>1,331,016</u>	<u>563,161</u>	<u>-</u>	<u>1,894,177</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,559,636	(1,030,665)	528,971
Restricted funds			
Power to change	130,699	(113,506)	17,193
Police and Crime Commissioner	30,936	(13,939)	16,997
Community Housing Pre Feasibility	10,000	(10,000)	-
	<u>171,635</u>	<u>(137,445)</u>	<u>34,190</u>
TOTAL FUNDS	<u>1,731,271</u>	<u>(1,168,110)</u>	<u>563,161</u>

In March 2018 the board of Trustees made the decision to reduce the capital investment programme fund to £77,000 based on their plans for 2018/19.

MARSH FARM FUTURES

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 MARCH 2019

15. MOVEMENT IN FUNDS - continued

Detail of funds

Funds have been designated at the discretion of the board of Trustees as follows:

General funds:

This is money that can be spent on anything which furthers the objectives of Marsh Farm Futures and secures its viability beyond the immediate future to provide reliable services over the longer term.

Sinking fund:

The purpose of this fund is to accumulate reserves to cover replacement costs for the main features of the Futures House building (e.g. roof, heating, lift, etc) over a period of 25 to 50 years.

Business Continuity fund:

A small contingency of £50,000 set aside to facilitate working capital during any period when insurance claims are being processed in the event of sudden loss of income.

Project Investment fund:

A fund of £50,000 is set aside to provide for options, appraisals and feasibility studies for new initiatives.

Large Scale Capital Investment Project fund:

A fund to cover any large capital investments in the foreseeable future.

Detail of restricted funds are set out in the Trustees report.

16. RELATED PARTY DISCLOSURES

A lease was assigned to Marsh Farm Futures from People's Property (Marsh Farm) Limited On 21 November 2013 for a term of 21 years expiring on 20 November 2034 at a peppercorn annual rent.

Excluding the above, there were no related party transactions for the year ended 31 March 2018 nor for the year ended 31 March 2017.