

Charity No. 1109918
Company No. 05350679

GENESIS COMMUNITY FOUNDATION
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2019

GENESIS COMMUNITY FOUNDATION

Report and financial statements

For the year ended 31 March 2019

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GENESIS COMMUNITY FOUNDATION

Officers and Professional Advisers

Trustees

Imani Douglas-Walker (resigned 3 April 2018)
Professor Peter Roberts (resigned 3 April 2018)
Elizabeth Froude (resigned 1 November 2018)
Jeremy Stibbe
John Hughes (appointed 3 April 2018)
Carl Byrne (appointed 3 April 2018)

Kate Davies (appointed 3 April 2018)
Andrew Belton (appointed 3 April 2018)
Paul Phillips (appointed 3 April 2018)
Mark Vaughan (appointed 3 April 2018)
Vipul Thacker (appointed 3 April 2018)

Company Secretary

Andrew Nankivell

Corporate Management Team

Chief Executive
Group Finance Director
Group Development Director
Chief Operating Officer
Group Director of NHHT and NH Pathways
Group Director of Housing
Deputy Chief Executive
Group Director of Regeneration & Strategic Asset
Management
Group Director of Central Services
Group Director of Housing

Kate Davies
Paul Phillips
John Hughes
Andrew Belton
Mark Vaughan
Paul Phillips (appointed 3 April 2018)
Elizabeth Froude (resigned 1 November 2018)
Jeremy Stibbe

Vipul Thacker
Carl Byrne

Registered Office

Bruce Kenrick House
2 Killick Street
London
N1 9FL

Bankers

Barclays Bank PLC
Business Banking
Floor 28
1 Churchill Place
London
E14 5HP

Fund Managers

NW Brown & Company
Richmond House
6 - 20 Regent Street
Cambridge
CB2 1DB

Solicitors

Devonshires
30 Finsbury Circus
London
EC2M 7DT

Independent Auditors

BDO LLP
Statutory Auditors
55 Baker Street
London
WU1 7EU

Charity Number

1109918

Company Number

05350679

GENESIS COMMUNITY FOUNDATION

Report of the Trustees incorporating the Strategic Report For the year ended 31 March 2019

The trustees of the Charity, as set out on page 1, for the purposes of the Company's Act 2006 submit their annual report and audited financial statements for Genesis Community Foundation ("the Charity") for the year ended 31 March 2019. The trustees have adopted the provisions of the Statement of Recommended Practice "Accounting and Reporting by Charities" FRS 102 as revised in 2015 ("the SORP 2015").

The trustees have given due consideration to the Charity Commission's published guidance on the operation of public benefit requirements.

Objectives and activities

The charity approves grants and fundraising in line with the corporate objectives of Notting Hill Genesis (NHG) and the obligations of two trust funds.

The charity's objects (the "objects") are for the benefit of those living in local authority areas in which Notting Hill Genesis Housing Group owns or manages or plans to own or manage housing stock and neighbouring local authority areas (the "area of benefit") for the following charitable purposes.

- a) to promote for the benefit of the public, of urban and/or rural regeneration in the area of benefit where there is social and economic deprivation.
- b) to develop the capacity and skills of members of the community in the area of benefit where there is social and economic deprivation in such a way that they are better able to identify, and help meet their needs and to participate more fully in society; and
- c) to further such other purposes as are charitable according to the law of England and Wales as the trustees may from time to time determine.

Achievements and performance

The Genesis Community Foundation (GCF) is dedicated to helping local communities in areas in which the former parent undertaking Genesis Housing Association operates. This is achieved by awarding grants to organisations that address this objective.

The Trustees meet a minimum of two times a year to consider grant applications. As in the previous year, Genesis' Research and Analysis Team is responsible for reviewing and documenting the ability of successful applicants to implement the project according to their project application program requirements. This is accomplished through the review of progress reports and project and fiscal records to ensure the scope of work as outlined in the project application is being fulfilled and funds are expended and accounted for properly.

On 3 April 2018 Genesis Housing Association amalgamated with Notting Hill Housing Trust (NHHT) to form Notting Hill Genesis which is a charity incorporated as a community benefit society under the Co-operative and Community Benefits Society Act 2014 and is a Registered Provider of Social Housing, Registered Number: 4880

GENESIS COMMUNITY FOUNDATION

Report of the Trustees (continued)

For the year ended 31 March 2019

Grants Paid

Grants paid in 2018/19 are listed below:

Programme	Amounts	Project	Theme	Region
Tutors United	£8,282	Tutoring Young Residents Programme	Employment, Enterprise and Training	Camden, Tower Hamlets
ELATT	£9,353	Open Door ELATT	Employment, Enterprise and Training	Hackney
Shapeshifter Productions	£19,821	Smiling Sessions Project	Health and Wellbeing	Tower Hamlets
Colindale Communities Trust	£29,553	Grahame Park Integrated Youth Services	Health and Wellbeing	Barnet
East End Citizens Advice Bureaux	£21,490	Money Smart Club	Financial Inclusion	Hackney, Tower Hamlets, Newham
Oomph! Wellness	£9,600	Genesis – Oomph! Older Adult health and wellbeing	Financial Inclusion, Employment, Enterprise and Training, Digital Engagement, Volunteering, Health and Wellbeing	Chelmsford, Newham, Southend, Basildon, Rochford, Redbridge
Cracked It	£13,023	The Cracked It Bootcamp Programme	Employment, Enterprise and Training	Camden, Tower Hamlets Hackney, Westminster, Barnet Brent, Newham, Ealing, Hammersmith & Fulham
Active Within	£35,411	Let's Get Active	Health & Well-being	Hackney
Pro-Action Herts	£22,996	Transforming Community Lives	Health and Wellbeing	Stoke Quay, Ipswich, Rochford
Groundwork London	£17,168	The Loop@Grahame Park	Employment, Enterprise and Training	Barnet
Place2Be	£42,500	Place2Be support for the Grenfell Community	Health and Wellbeing	Hammersmith & Fulham, Kensington and Chelsea
Good Gym	£5,204	Good Gym Ealing	Volunteering, Health and Wellbeing	Ealing, London
The Tab	£12,408	The Tab Centre	Health and Wellbeing	Tower Hamlets, London
Kichstart	£1,975	Spark!	Digital Engagement	Hounslow, London
Playgorund tp Playslip	£11,986	The Timewise Foundation CIC	Digital Engagement	Grahame park, Woodberry Down, London

GENESIS COMMUNITY FOUNDATION

Report of the Trustees (continued)

For the year ended 31 March 2019

Grants awarded (continued)

Programme	Amounts	Project	Theme	Region
Dollywood Foundation	£1,283	Books from birth	Health and Wellbeing	Newham, London
Jackson Lane	£1,950	JL Circus	Health and Wellbeing	Haringey and the surrounding boroughs of Barnet, Camden and Islington
Zinfinity	£247	Make and Create	Volunteering	Edmonton, London
Blueprint: Film Foundation	£1,250	'Flix' - Woodberry Down Community Cinema	Digital Engagement	Hackney
Colindale Communities Trust	£1,250	CODE (Colindale Digital Engagement)	Digital Engagement	Barnet, Grahame Park and Colindale Ward
Grahame Park Independent Living	£1,012	Grahame Park Independent Living Group	Health and Wellbeing	Barnet
Munro Health	£1,302	Genesis Wellbeing Matters	Health and Wellbeing	Brent, Westminster, Hammersmith & Fulham
WDCG	£1,212	WD Food Composting Project	Volunteering	Hackney
Garden Action Group	£277	Garden Action group	Health and Wellbeing	Maida Hill, London
Total	£270,553			

Financial review for the year ended 31 March 2019

In total, income of £34,000 (2018: £42,000) was generated during the year which included dividends income of £29,000 (2018: £31,000) and interest received of £5,000 (2018: £2,000).

Reserves policy and going concern

The aim of Genesis Community Foundation is to build up a reserve fund over the business plan period from future income and to utilise this reserve in supporting its charitable purpose. Where reserves are required for specific purposes, the trustees may decide to designate funds or may be required to estimate restricted funds otherwise the general reserve fund will accumulate and be represented by the investments and other assets.

Currently, the Charity's reserves are unrestricted. The trustees review the reserves held by the Charity annually to ensure that an appropriate level of funds are held to meet the needs of the Charity going forward.

The total reserves at 31 March 2019 amounting to £3,253,000 (2017: £3,494,000), is made up of restricted funds of £2,434,000 (2018: £2,676,000), unrestricted reserves of £819,000 (2018: £818,000), of which £795,000 are designated towards specific projects and free reserves of £24,000.

The trustees consider this level to be appropriate to meet the charity's operational expenditure and to provide a contingency against unforeseen expenditure.

GENESIS COMMUNITY FOUNDATION

Report of the Trustees (continued)

For the year ended 31 March 2019

Principal risks and uncertainties

The trustees have identified financial sustainability to be the principal risks of the Charity. A key element in the management of financial risks is a regular review of available funds to meet the charity's objectives, settle its debts as they fall due, regular liaison with the bank and financial support from its ultimate parent undertaking. Accordingly, the principal risks and uncertainties of the Notting Hill Genesis Group ("the Group"), which include those of the Charity, are discussed in the Group's annual report which does not form part of this report.

Key performance indicators

The directors of Notting Hill Genesis manage the Group's operations on a group basis. For this reason, the Charity's trustees believe that analysis using key performance indicators for the Charity is not necessary or appropriate for an understanding of the development, performance or position of the business of Genesis Community Foundation.

Structure, Governance and Management

The Genesis Community Foundation ("the Charity") is a company limited by guarantee (Company number 05350679) and was incorporated on 2 February 2005. It is governed by a Memorandum and Articles of Association; it is also a registered charity with the Charities Commission (Charity number 1109918).

The Charity's governance is kept under regular review and during 2014 some refinements were instigated which reflect the Charity's new business model. Genesis Community Foundation now has more focused responsibility for the oversight of the Eastwood and Knowles Trusts. Trustees are appointed for three-year terms and are subject to an annual appraisal after the first year. The Board of Trustees of Genesis Community Foundation are approved by the board of Notting Hill Genesis. The Chair of the Board is appointed from within the members of the Genesis Community Foundation Board. The appointment is also ratified by the Notting Hill Genesis board. The Chair cannot be a co-opted person.

The risk management process for Genesis Community Foundation is being managed as part of Notting Hill Genesis Group's risk management strategies, which aim to assess business risks and implement risk management strategies. This involves identifying the types of risks the Charity faces, prioritising them in terms of potential impact and likelihood of occurrence, and identifying means of mitigating the risks.

The board has full control over the running of the Charity and no decisions are delegated. The Charity's key source of income is investment income.

Training and induction of trustees

The trustees are inducted in the aims of the Charity and receive training in their roles and responsibilities.

Skills and management of the s is reviewed to ensure that the Charity has the right skills and where there are skill and management gaps, new trustees are brought in to fill this gap. Each trustee is supported to understand the Charity and its finances. The Charity is part of the Notting Hill Housing Group and has adopted its governance requirements.

GENESIS COMMUNITY FOUNDATION

Report of the Trustees (continued)

For the year ended 31 March 2019

Trustees

The trustees of the Charity (also the directors for the purposes of company law) who were in office during the year and up to the date of signing the financial statements were:

Kate Davies (appointed 3 April 2018)

Paul Philips (appointed 3 April 2018)

Jeremy Stibbe

Imani Douglas-Walker (resigned 3 April 2018)

Andrew Belton (appointed 3 April 2018)

Professor Peter Roberts (resigned 3 April 2018)

Elizabeth Froude (resigned 1 November 2018)

Mark Vaughan (appointed 3 April 2018)

John Hughes (appointed 3 April 2018)

Vipul Thacker (appointed 3 April 2018)

Carl Byrne (appointed 3 April 2018)

Trustees' indemnities

As permitted by the articles of association, the trustees have the benefit of an indemnity which is a qualifying third party indemnity provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force. The Charity also purchased and maintained throughout the financial year trustees' and officers' liability insurance in respect of itself and its trustees.

Independent auditors

The Charity's auditors BDO LLP were reappointed through a tender process in September 2018. The auditors are reappointed on an annual basis.

Financial risk management policy

This report has been prepared in accordance with Part 15 of the Companies Act 2006.

GENESIS COMMUNITY FOUNDATION

Report of the Trustees (continued)

For the year ended 31 March 2019

Statement of trustees' responsibilities

The charity trustees (who are also the directors of Genesis Community Foundation for the purposes of company law) are responsible for preparing the trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The law applicable to charities in England and Wales 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 of the charity 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;
- make judgments and estimates that are reasonable and prudent
- state whether FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" has been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 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. 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.

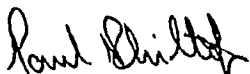
The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Statement as to disclosure to our auditors

In so far as the trustees are aware at the time of approving our trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the Charity's auditor is unaware, and
- the trustees, having made enquiries of fellow directors and the group's auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Approved by the board of trustees and signed on behalf of the board



Paul Phillips
Trustee
23 July 2019

GENESIS COMMUNITY FOUNDATION

Independent Auditor's Report to the Members of Genesis Community Foundation

Report on the audit of the financial statements

Our opinion

In our opinion, Genesis Community Foundation's financial statements ("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 (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Report and Financial Statements (the "Annual Report"), which comprise: the balance sheet as at 31 March 2018; statements of financial activities for the year then ended; the accounting policies; and the notes to the financial statements.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

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

- 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.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the charitable company's ability to continue as a going concern.

GENESIS COMMUNITY FOUNDATION

Independent Auditor's Report to the Members of Genesis Community Foundation (continued)

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance 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 an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of 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 based on these responsibilities.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

Report of the Trustees incorporating the Strategic Report

In our opinion, based on the work undertaken in the course of the audit the information given in the Report of the Trustees incorporated the Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and Report of the Trustees incorporated the Strategic Report has been prepared in accordance with applicable legal requirements.

In addition, in light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we are required to report if we have identified any material misstatements in Report of the Trustees incorporated the Strategic Report. We have nothing to report in this respect.

Responsibilities for the financial statements and the audit

Responsibilities of the trustees for the financial statements

As explained more fully in the Statement of Trustees' Responsibilities on page 7, the trustees are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The trustees are also responsible for such internal control as they 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.

GENESIS COMMUNITY FOUNDATION

Independent Auditor's Report to the Members of Genesis Community Foundation (continued)

Responsibilities for the financial statements and the audit (continued)

Auditors' 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 auditors' 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. 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 auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the charity's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

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

We have no exceptions to report arising from this responsibility.



Phillip Cliftlands (Senior Statutory Auditor)
for and on behalf of BDO LLP
Chartered Accountants and Statutory Auditors
London
Date: 10 October 2019.

GENESIS COMMUNITY FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES (SOFA)

Incorporating an income and expenditure account

For the year ended 31 March 2019

	Note	Unrestricted funds 2019 £000	Restricted funds 2019 £000	Total funds 2019 £000	Total funds 2018 £000
Income from:					
Donations and legacies	3	-	-	-	4
Investments	4	5	29	34	33
Other income		-	-	-	5
Total		5	29	34	42
Expenditure on:					
Charitable activities	5	(4)	(271)	(275)	(109)
Total expenditure		(4)	(271)	(275)	(109)
Movement in fair value of investment		-	-	-	(24)
Net expenditure for the year		1	(242)	(242)	(91)
Reconciliation of funds:					
Total funds brought forward at 1 April	9	818	2,676	3,494	3,585
Total funds carried forward at 31 March		819	2,434	3,253	3,494

All of the above results are derived from continuing activities. All gains and losses recognised in the year are included above.

GENESIS COMMUNITY FOUNDATION

BALANCE SHEET

As at 31 March 2019

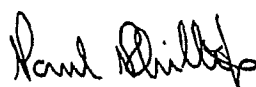
Company No. 05350679

Registered Charity No. 1109918

	Notes	2019 £000	2018 £000
Fixed assets			
Investments	7	2,212	2,483
Total fixed assets		2,212	2,483
Current assets			
Cash at bank and in hand		1,390	1,356
Total current assets		1,390	1,356
Creditors: amounts falling due within one year	8	(349)	(345)
Net current assets		1,041	1,011
Total assets less current liabilities		3,253	3,494
Net assets		3,253	3,494
The funds of the charity	9		
Unrestricted income funds		819	818
Restricted funds		2,434	2,676
Total charity funds		3,253	3,494

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and the Charities SORP (FRS 102).

The financial statements on pages 11 to 20 were authorised and approved by the trustees and were signed on their behalf by:



Paul Phillips
Trustee
23 July 2019

GENESIS COMMUNITY FOUNDATION

Notes to the financial statements For the year ended 31 March 2019

1. Accounting policies

The financial statements have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102") and the Companies Act 2006, Charities Act 2011, and Charities (Accounts and Reports) Regulations 2011, as well as the Charity Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" (2005).

Summary of significant accounting policies

The principal accounting policies, which have been applied consistently, are set out below.

Basis of preparation

The financial statements have been prepared under the historic cost convention as amended for the revaluation of investments.

The preparation of financial statements in conformity with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2.

Charity and company status

Genesis Community Foundation is a company limited by guarantee and a registered UK charity. The members of the company are the trustees named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

Cash flow statement

Under FRS 102 the Charity is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the Charity in its own published consolidated financial statements.

Going concern

The financial statements have been prepared on the going concern basis, which the trustees believe to be appropriate given the net asset position of the Charity.

Income recognition

Income is recognised when the Charity is legally entitled 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 or estimated reliably.

Income received in advance is recognised as deferred and included in creditors. Where entitlement occurs before the cash is received, the income is accrued and included with debtors.

Income from donations is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.

Interest on funds held on deposit is included when receivable and the amount can be measured or estimated reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Dividends are recognised once the dividend has been declared and notification has been received that the dividend is due. This is normally upon notification by our investment advisor of the dividend yield of the investment portfolio.

GENESIS COMMUNITY FOUNDATION

Notes to the financial statements (continued) **For the year ended 31 March 2019**

1. Accounting policies (continued)

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure is accounted for on an accruals basis and classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Charitable activities costs are those costs incurred directly in support of the objects of the Charity and made up of the total of direct costs and support costs. Direct costs are directly attributable project and administration costs incurred on activities undertaken to further the charity's objectives. The basis of support cost has been explained in note 5.

No VAT is recoverable on expenditure incurred given all income relates to activities either exempt or outside the scope for VAT purposes. Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred

Investments

Investments are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Cash and cash equivalents

Cash and cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. They include cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors

Creditors 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 are recognised at their settlement amount after allowing for any trade discounts due.

Fund accounting

Unrestricted income funds are funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the Charity and where they have not been designated for other purposes.

Restricted reserves are subjected to restrictions on their expenditure imposed by the donor.

GENESIS COMMUNITY FOUNDATION

Notes to the financial statements (continued)

For the year ended 31 March 2019

1. Accounting policies (continued)

Related party transactions

The Charity is entitled to the exemption allowed by FRS 102 Section 33.1A in relation to the disclosure of transactions with other companies in the group as it is a wholly owned subsidiary and its results are consolidated in the financial statements of Notting Hill Genesis.

2. Critical accounting judgements and estimation uncertainty

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

a) Critical accounting estimates and assumptions

There were no critical accounting estimates exercised by management during the year in the process of applying Company's accounting policies.

b) Critical judgements in applying Company's accounting policies

There were no critical judgements exercised by management during the year in the process of applying Company's accounting policies.

3 Donations and legacies

Donations of £nil (2018: £3,600) were received from Notting Hill Genesis as a donated service to cover audit fees.

4 Investment income

	2019 Unrestricted £000	2019 Restricted £000	2019 Total £000
Interest receivable	5	-	5
Dividends receivable	-	29	29
	<u>5</u>	<u>29</u>	<u>34</u>
	<u>5</u>	<u>29</u>	<u>34</u>

	2018 Unrestricted £000	2018 Restricted £000	2018 Total £000
Interest receivable	2	-	2
Dividends receivable	-	31	31
	<u>2</u>	<u>31</u>	<u>33</u>
	<u>2</u>	<u>31</u>	<u>33</u>

GENESIS COMMUNITY FOUNDATION

Notes to the financial statements (continued)

For the year ended 31 March 2019

5 Expenditure on charitable activities

	2019 Unrestricted £000	2019 Restricted £000	2019 Total £000
Grant funding activities	-	271	271
Support costs	4	-	4
	<u>4</u>	<u>271</u>	<u>275</u>
	<u>4</u>	<u>271</u>	<u>275</u>

	2018 Unrestricted £000	2018 Restricted £000	2018 Total £000
Grant funding activities	-	105	105
Support costs	4	-	4
	<u>4</u>	<u>105</u>	<u>109</u>
	<u>4</u>	<u>105</u>	<u>109</u>

The Trust allocates costs as shown in the above table.

Grant funding activities are directly attributable project costs incurred on activities undertaken to further the purposes of the charity. Directly attributable project costs comprise of grant payments (disclosed in the trustees report).

Support costs comprise of allocated overheads and administrative costs recharged from the parent. The nature of support includes costs for auditing and accounting, information technology and financing.

6 Net expenditure for the year

This is stated after charging:

	2019 £000	2018 £000
Auditors' remuneration		
External audit fee (inclusive of VAT)	4	4
	<u>4</u>	<u>4</u>

Trustees' remuneration

The trustees did not receive any emoluments and no out of pocket expenses were paid during the current or prior year.

Staff Costs

There were no employees in Genesis Community Foundation during the year (2018: none).

GENESIS COMMUNITY FOUNDATION

Notes to the financial statements (continued)

For the year ended 31 March 2019

7 Fixed asset investments

	2019 £000	2018 £000
At valuation:		
At beginning of year	2,483	2,612
Net (loss)/gain on revaluation	-	(24)
Disposals in the year	(271)	(105)
At end of year	2,212	2,483

	Market Value 2019 £000	Historic costs 2019 £000	Market value 2018 £000	Historic costs 2018 £000
NW Brown Gilts & Index Linked	25	25	24	25
NW Brown Fixed Interest	146	145	219	205
NW Brown UK Equities	485	459	638	572
NW Brown Cash	1,556	1,556	1,602	1,602
	2,212	2,185	2,483	2,404

The following investments represent the total portfolio in both the Knowles and the Eastward Trusts:

	2019 £000	2018 £000
Knowles Trust:		
NW Brown Gilts & Index Linked	25	24
NW Brown Fixed Interest	146	219
NW Brown UK Equities	485	638
NW Brown Unit Trust/OEICs	5	12
Eastwards Trust:		
NW Brown Cash	1,551	1,590
	2,212	2,483

8. Creditors: amounts falling due within one year

	2019 £000	2018 £000
Amounts owed to group undertakings	345	345
Accruals	4	-
	349	345

GENESIS COMMUNITY FOUNDATION

Notes to the financial statements (continued)

For the year ended 31 March 2019

9. Analysis of charitable funds

Analysis of movements in unrestricted funds - 2019	1 April 2018	Income	Expenditure	Gain/(loss)	31 March 2019
	£000	£000	£000	£000	£000
General funds	23	5	(4)	-	24
Designated funds					
Kick start	50	-	-	-	50
Vulnerable & older people project	13	-	-	-	13
Other minor projects	732	-	-	-	732
Total unrestricted fund	818	5	(4)	-	819

Analysis of movements in unrestricted funds - 2018	1 April 2017	Income	Expenditure	Gain/(loss)	31 March 2018
	£000	£000	£000	£000	£000
General funds	13	10	-	-	23
Designated funds					
Kick start	50	-	-	-	50
Vulnerable & older people project	13	-	-	-	13
Other minor projects	736	-	(4)	-	732
Total unrestricted fund	812	10	(4)	-	818

The designated funds are funds which have been allocated for agreed projects within the operating plan of the charity. They have not been spent during the year and are being carried forward to be spent within the life of the individual projects.

GENESIS COMMUNITY FOUNDATION

Notes to the financial statements (continued)

For the year ended 31 March 2019

9 Analysis of charitable funds (continued)

Analysis of movements in restricted funds - 2019	1 April 2018 £000	Income £000	Expenditure £000	Gain/(loss) £000	31 March 2019 £000
Knowles Trust	188	-	-	-	188
Knowles Trust Investment Fund	1,055	29	(228)	-	856
Eastwards Trust	1,433	-	(43)	-	1,390
Total	2,676	29	(271)	-	2,434

Analysis of movements in restricted funds - 2018	1 April 2017 £000	Income £000	Expenditure £000	Gain/(loss) £000	31 March 2018 £000
Knowles Trust	157	31	-	-	188
Knowles Trust Investment Fund	1,079	-	-	(24)	1,055
Eastwards Trust	1,538	-	(105)	-	1,433
Total	2,774	31	(105)	(24)	2,676

The Knowles Trust Investment Funds is made up of funds transferred from the Knowles Trust fund which has been ring-fenced for future investments.

The Eastwards Trust Fund is made up of investments held which are being used to pay grant awards.

10. Analysis of net assets between funds

	Unrestricted Funds £000	Restricted Funds £000	Total 2019 £000	Total 2018 £000
Investments	-	2,212	2,212	2,483
Cash at bank and in hand	1,168	222	1,390	1,356
Creditors due within one year	(349)	-	(349)	(345)
Net assets	819	2,434	3,253	3,494

GENESIS COMMUNITY FOUNDATION

Notes to the financial statements (continued)

For the year ended 31 March 2019

Analysis of net assets between funds - previous year

	Unrestricted Funds £000	Restricted Funds £000	Total 2018 £000	Total 2017 £000
Investments	-	2,483	2,483	2,612
Cash at bank and in hand	1,163	193	1,356	1,323
Creditors due within one year	(345)	-	(345)	(350)
Net assets	818	2,676	3,494	3,585

11. Taxation

Genesis Community Foundation is a registered charity and is thus exempted from taxation of its income and gains falling within Chapter 2 Part 11 of the Income and Corporation Taxes Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that they are applied to its charitable objectives. No tax charge has arisen in the year.

12. Ultimate parent undertaking

On 3rd April 2018, the ultimate parent company, Notting Hill Housing Trust amalgamated with Genesis Housing Association to form Notting Hill Genesis, a charity incorporated as a community benefit society under the Co-operative and Community Benefit Societies Act 2014 and is a Registered Provider of Social Housing, Registered number 4880.

The immediate and ultimate parent undertaking and controlling party at the year ended 31 March 2019 was Notting Hill Genesis, a registered society within the meaning of the Co-Operative and Community Benefit Societies Act 2014 in England and Wales.

Notting Hill Genesis was the parent undertaking of the largest group of undertakings to consolidate these financial statements at 31 March 2019. The consolidated financial statements of Notting Hill Genesis are available from Bruce Kenrick House, 2 Killick Street, London, United Kingdom, N1 9FL or on their website.