

STOCKWELL COMMUNITY RESOURCE CENTRE

Financial Statements

for the year ended
31 March 2008

A company limited by guarantee and
not having a share capital

BROOKFIELD & CO
18 CONCANON ROAD
LONDON
SW2 5TA

STOCKWELL COMMUNITY RESOURCE CENTRE

**INDEX TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2008**

<u>Contents</u>	<u>Page</u>
Charity Details	2
Report of the Trustees	3
Auditor's Report	7
Balance Sheet	8
Statement of Financial Activities	9
Analysis of Incoming Resources	10
Analysis of Resources Expended	11
Notes to the Financial Statements	12

STOCKWELL COMMUNITY RESOURCE CENTRE

FINANCIAL STATEMENTS for the year ended 31 March 2008

Status	Stockwell Community Resource Centre has charitable status and is a company limited by guarantee and not having a share capital.
Directors:	A Bottrall E Finch R Hamlin E Naisbett S Peake S Simpson A Carbonnelle D Lackey B Willingham
Registered Office	1 Studley Road London SW4 6RA
Charity registration no	1099625
Company registration no	4609824
Bankers	NatWest Stockwell Branch 358 South Lambeth Road London SW8 1UR
Auditors	Brookfield & Co 18 Concanon Road London SW2 5TA

STOCKWELL COMMUNITY RESOURCE CENTRE

TRUSTEES' REPORT for the year ended 31 March 2008

The Trustees present their Report and the audited Financial Statements for the year ended 31 March 2007. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP), Accounting and Reporting by Charities, issued in March 2005, in preparing the annual report and financial statements of the charity.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Structure

The overall management of the Charity is directed by the Trustees. The committee meets at regular intervals to review activities and to consider and agree plans for future progress. The day to day activities are carried out under the supervision of the centre manager

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 5 December 2002 and registered as a charity on 28 September 2003. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Objects of the Charity

The Charity was established:

- for any charitable purpose for the benefit of the inhabitants of the Stockwell area, in particular to advance education and training.
- to preserve, protect and promote good health, to relieve sickness and old age, and to provide, in the interests of social welfare, facilities for recreation and other leisure time occupation with the object of improving the conditions of life of the said inhabitants.

REVIEW OF ACTIVITIES

Opportunities and Risks

It goes almost without saying that each new year sees its opportunities, uncertainties and challenges, the latter often including risk. 2007/8 (and it will continue to an even greater extent in 2008/9) has experienced all this, and almost to over abundance.

It was known in advance that the year would be a testing one:

- the start of a new and larger adult learning contract with Lambeth Adult Learning;
- the completion of the two-year LINX employability support partnership;
- the completion of the pilot stage of the employment training Personal Best Programme (PBP);
- find ways to retain the crèche provision without which many of SCRC's adult learners would not be able to learn, given that the Sure Start programme was to finish at the end of March;
- keep the rest of the programme operating smoothly and generate at least as much income as the previous year from hiring out space in the building.

STOCKWELL COMMUNITY RESOURCE CENTRE

TRUSTEES' REPORT (cont.) for the year ended 31 March 2008

REVIEW OF ACTIVITIES (cont.)

By the end of the year LINX Plus was meeting its outputs while the Urban II extension had made it possible to deliver another round of childcare training in conjunction with Lambeth College, and preparations were going ahead for the IT room and the garden projects. Furthermore, SCRC had learnt that it would be involved again in delivering PBP and also in a new employability project to run on directly from LINX Plus, both being funded for two years by the London Development Agency (LDA).

Finally, by the end of the year the crèche arrangement now with Lambeth Early Years had been extended till the end of July, SCRC had posted a record year in earnings from hiring, it had launched its web site and, as discovered a few months later, it had achieved the best results among Lambeth's community based adult learning providers.

New Adult Learning Contract

Research prior to the building of the centre had found a very deep need for front line, neighbourhood based adult learning provision around basic skills and IT. It proved extremely accurate in that SCRC has been delivering ESOL (English for speakers of other languages) and IT courses ever since, and with a minimum use of advertising. Local people – and while SCRC's contract with Lambeth Adult Learning (LAL) is borough wide, it is largely local people who sign up for SCRC's courses. They simply get themselves on the waiting list until the next enrolment.

Under its LAL contract, SCRC was required for the academic year 2007/8 to enrol a minimum of 386 learners, most at the centre itself but also at six other Lambeth locations – Loughborough Community Centre, Stockwell Park Community Trust, Stockwell Women's Refugee Centre, Vassall Community Learning Centre, Iqra Independent School and Lansdowne Primary School. In the event, the women's centre had made alternative arrangements and enrolment at Lansdowne was insufficient to warrant the course continuing after the first term. But a new course was introduced at the Kennington Park Community Centre and by the end of the year 421 learners had been enrolled.

One of the outcomes of the May 2007 inspection of LAL by the Learning & Skills Council's Adult Learning Inspectorate (as a LAL provider SCRC was visited by inspectors but in their report they did not identify individual providers) had been a requirement to reduce the number of accredited courses LAL offered due to poor results borough wide. At the same time, SCRC was reviewing its own curriculum to ensure that it was in line with current learner interests and needs. Thus it introduced an IT for work course and, with the support of LAL, introduced eDCC, a simplified version of the European Computer Driving Licence. However, because of the continuing demand for SCRC's long standing accredited courses, New Clait and Clait Plus, it funded and ran three extra, and it was these which contributed to SCRC's above national average results.

STOCKWELL COMMUNITY RESOURCE CENTRE

TRUSTEES' REPORT (cont.) for the year ended 31 March 2008

REVIEW OF ACTIVITIES (cont.)

LINX and LINX Plus

To support SCRC's employability related adult learning programme, also from the outset it has provided employability support, or information, advice and guidance to local people who wanted help in finding a job or training opportunity.

In the autumn of 2005 SCRC had launched LINX, its fourteen member cross-sector partnership delivering employability support at six community locations to residents of the Urban II area. In many ways LINX was a success – it had met its “outputs” (60 local people into work over the two years of its existence and 200 assisted towards employment or training). However, there had been no interest among partners in establishing the service as an entity in its own right.

LINX Plus was launched in November 2007 as a smaller version of LINX. The main difference was that instead of providing its own brokerage (as a small and new brokerage provider LINX had found the job outputs target very much harder to meet than outreach support), LINX Plus was focusing on its outreach skills, while introducing its clients who wanted brokerage to Tomorrow's People's GAIN and the South Bank Employers' Group .

LINX Plus's “exit strategy” was to win outreach delivery contracts outside the comparative security of Urban II. By August 2008 it had started on its first contract in partnership, among others, with Hyde Plus of the Hyde Group, Family Mosaic and the South Bank Employers' Group on the pilot “starter tenancy” GLOBE project.

Personal Best Programme

PBP was launched by the LDA on a pilot basis in the autumn of 2006, with LAL taking up the delivery challenge for Lambeth in early 2007. PBP is an intensive 120 hour training programme for members of the long-term unemployed which results in an NVQ1 in Volunteering and the possibility of becoming a volunteer at the Olympics. The course includes 30 hours of actual volunteering and graduates acquire many of the skills needed for employment as they are for volunteering.

SCRC has been one of Lambeth's main PBP delivery providers and Lambeth has been one of the most successful PBP boroughs. One of the reasons for SCRC's achievement has been its delivery in a community environment. It seems almost all PBP graduates have grown in confidence, some have found jobs, while others have moved on to mainstream training.

Staff and tutors recognition

While the centre looks good and is in an ideal location, the main reason why it seems to work, and in a way which steadily increases activity and expands geographically, is the dedication and ability of its staff and tutor team. Without it, much of what was achieved last year could never have happened.

STOCKWELL COMMUNITY RESOURCE CENTRE

TRUSTEES' REPORT (cont.) for the year ended 31 March 2008

RESERVES POLICY

The policy is to build Unrestricted Reserves to a level equal to one year's running costs.

RISK STATEMENT

The trustees are considering possible risks to the Charity and there will be a plan to mitigate these risks by the time of the next report.

RESPONSIBILITIES OF THE MANAGEMENT COMMITTEE

Company law requires the Management Committee to prepare financial statements for each financial year which give a true and fair view of the state of the company's affairs and of its profit or loss for that period. In preparing those financial statements, the Management Committee is required to:

- select suitable accounting policies and then apply them consistently;
- 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 company will continue in business.

The Management Committee is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable it to ensure that the financial statements comply with the Companies Act 1985. It is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

TRUSTEES

All directors of the company (as listed on page 2) are also trustees of the charity, and there are no other trustees.

FIXED ASSETS

Details of movements in fixed assets during the year are set out in note 4 to the financial statements.

AUDITORS

A resolution proposing the reappointment of Brookfield & Co as auditors will be put on the Annual General Meeting.

This report was approved by the Management Committee on

for and on behalf of the Management Committee

INDEPENDENT AUDITORS' REPORT
to the Trustees of Stockwell Community Resource Centre

We have audited the financial statements for the year ended 31 March 2008 on pages 8 to 15 which have been prepared on the basis of the accounting policies set out on pages 12 and 13 and the requirements of the Financial Reporting Standard for Smaller Entities.

Respective responsibilities of the Trustees and auditors

The Trustees are responsible for the preparation of the financial statements in accordance with applicable law and UK Accounting Standards. It is our responsibility to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Trustees' Report is not consistent with the financial statements, if the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Trustees' remuneration and transactions with the charitable company is not disclosed. We also read the Trustees' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the Trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion, the financial statements give a true and fair view, in accordance with United Kingdom generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the charitable company's affairs at 31 March 2008 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985. Additionally, in our opinion, the information given in the Trustees Report is consistent with the financial statements.

Brookfield & Co
Registered Auditors

Date:

STOCKWELL COMMUNITY RESOURCE CENTRE

**BALANCE SHEET
at 31 March 2008**

		2008		2007	
	Notes	£	£	£	£
Fixed Assets	4		11361		10821
Current Assets					
Debtors and prepayments	5	109257		71628	
Cash at bank and in hand		9404		31271	
		<u>118661</u>		<u>102899</u>	
Creditors: Amounts falling due within one year	6	<u>(32380)</u>		<u>(20504)</u>	
Net Current Assets			<u>86281</u>		<u>82395</u>
Total assets less current liabilities		£ <u>97642</u>		£ <u>93216</u>	
 Represented by:					
Restricted funds	9		175		925
Unrestricted funds	9		<u>97467</u>		<u>92291</u>
Total Funds		£ <u>97642</u>		£ <u>93216</u>	

The financial statements have been prepared in accordance with the special provisions of part V11 of the Companies Act 1985 relating to small companies.

Approved by the Trustees and signed on their behalf.

..... Date

Chairperson

..... Date

Other Trustee

The notes on pages 12 to 15 form part of these accounts

STOCKWELL COMMUNITY RESOURCE CENTRE

**STATEMENT OF FINANCIAL ACTIVITIES
SUMMARY INCOME AND EXPENDITURE ACCOUNT
for the year ended 31 March 2008**

		Unrestricted	Restricted	2008	2007
		Funds	Funds	Total	Total
	Notes	£	£	£	£
Incoming resources		147727	207740	355467	246567
Resources expended					
Charitable activities		(139869)	(208490)	(348359)	(226085)
Governance costs		(2682)	-	(2682)	(2333)
Net incoming resources for the year	3	5176	(750)	4426	18149
Accumulated funds brought forward		92291	925	93216	75067
Accumulated funds carried forward		£ 97467	175	97642	93216

All the above results derive from continuing charitable grants and activities and there were no recognised gains or losses other than those stated above.

The notes on pages 12 to 15 form part of these accounts

STOCKWELL COMMUNITY RESOURCE CENTRE

**DETAILED ANALYSIS OF INCOMING RESOURCES
for the year ended 31 March 2008**

			2008	2007
	Unrestricted Funds £	Restricted Funds £	Total £	Total £
<u>Charitable income</u>				
Donation and grants				
Lambeth Education	-	135099	135099	65550
LINX Plus	-	44593	44593	-
Hyde Housing Association	79655	10548	90203	124017
Lambeth Community Fund	-	-	-	1300
City Parochial Foundation	-	17500	17500	-
Charitable Activities				
Service charges	31064	-	31064	14806
Room rental	35776	-	35776	40168
Miscellaneous income	400	-	400	-
Total charitable income	<hr/> 146895	<hr/> 207740	<hr/> 354635	<hr/> 245841
 Generated Funds				
Investment and other income	832	-	832	726
 Total incoming resources	 £	 147727	 207740	 355467
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

STOCKWELL COMMUNITY RESOURCE CENTRE

**DETAILED ANALYSIS OF RESOURCES EXPENDED
for the year ended 31 March 2008**

			2008	2007
	Unrestricted	Restricted		
	Funds	Funds	Total	Total
	£	£	£	£
Charitable activities				
Salary costs	111302	4397	115699	92516
Tutor hours	-	111642	111642	59369
Project and activity costs	12439	53631	66070	30077
Premises	-	27878	27878	20913
Office costs	12045	10942	22987	18578
Staff training	14	-	14	-
Depreciation	3787	-	3787	3607
Bad debts	282	-	282	1025
	<hr/>	<hr/>	<hr/>	<hr/>
	139869	208490	348359	226085
Governance costs				
Audit and accountancy	2682	-	2682	2333
Total resources expended	£	142551	208490	351041
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
		228418		

All expenses are directly allocated to projects where applicable.

STOCKWELL COMMUNITY RESOURCE CENTRE

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2008

1. Accounting Policies

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial statements.

a) Accounting Convention

The financial statements have been prepared under the historical cost convention and on a going concern basis, which is dependent upon the availability of adequate continued funding. The accounts have been prepared in compliance with Statement of Recommended Practice: Accounting and Reporting by Charities issued in March 2005.

b) Restricted and Unrestricted Funds

The accounts distinguish between restricted and unrestricted funds. Restricted funds are received from donors and are subject to restrictions on the purposes for which they may be used. Unrestricted funds are those where there are no externally imposed restrictions. They include those freely available to the charity for expenditure or appropriation to reserves for internally designated purposes. Designated funds are unrestricted funds earmarked by the Management Committee for particular purposes.

c) Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to specific categories of income:

- Voluntary income is received by way of grants, donations and gifts and is included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.
- Investment income is included when receivable.
- Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance.

d) Resources expended

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

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature to support them. Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity. All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis e.g.. floor areas, per capita or estimated usage.

STOCKWELL COMMUNITY RESOURCE CENTRE

NOTES TO THE FINANCIAL STATEMENTS (continued) for the year ended 31 March 2008

1. Accounting Policies (cont.)

e) Tangible Fixed Assets

Furniture and equipment costing less than £500 are written off in the year of acquisition and items costing in excess of £500 are capitalised.

Tangible fixed assets are stated at cost less depreciation. Depreciation is calculated to write off the cost of fixed assets less their estimated residual value over their expected useful life on a reducing balance basis at the rate of 25% per annum.

2. Taxation

Subject to agreement with the Inspector of Taxes, the company is exempt from the payment of any Taxes to the extent it is a registered charity and not liable for Income Tax or Corporation Tax on income derived from its charitable activities. The company does not have a liability to register for VAT.

3. Surplus for the period

The surplus of income over expenditure is stated after charging:

	2008	2007
	£	£
Depreciation	3787	3607
Audit and accountancy fee	1821	1500

STOCKWELL COMMUNITY RESOURCE CENTRE

**NOTES TO THE FINANCIAL STATEMENTS (continued)
for the year ended 31 March 2008**

4. Tangible Fixed Assets

	Equipment £
Cost	
Balance at 1 April 2007	20373
Additions in the year	4327
Balance at 31 March 2008	24700
Depreciation	
Balance at 1 April 2007	9552
Charge for the year	3787
Balance at 31 March 2008	13339
Net Book Value	
At 31 March 2008	£ 11361
At 31 March 2007	£ 10821

5. Debtors and prepayments

	2008	2007
	£	£
Trade debtors	56151	59977
Prepayments	19599	3900
Accrued income	33507	7751
	£ 109257	71628

6. Creditors: amounts falling due within one year

	2008	2007
	£	£
Bank overdraft	-	10913
Trade creditors	28969	6681
Social Security and other taxes	-	110
Creditors and accruals	3411	2800
	£ 32380	20504

STOCKWELL COMMUNITY RESOURCE CENTRE

**NOTES TO THE FINANCIAL STATEMENTS (continued)
for the year ended 31 March 2008**

7. Trustees

The Trustees do not receive any remuneration in respect of their services nor were they reimbursed any expenses in the year.

8. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total
	£	£	£
Fixed assets	11361	-	11361
Current assets	118486	175	118661
Current liabilities	(32380)	-	(32380)
Net assets at 31 March 2008	£ 97467	175	97642

9. Statement of funds

	At 1/1/07	Incoming Resources	Resources Expended	At 31/3/08
	£	£	£	£
Restricted funds				
Lambeth Education	-	135099	(135099)	-
LINX Plus	-	44593	(44593)	-
Hyde Housing Association	-	10548	(10548)	-
Lambeth Community Fund	925	-	(750)	175
City Parochial Foundation	-	17500	(17500)	-
Total Restricted Funds	925	207740	(208490)	175
Unrestricted funds	92291	147727	(142551)	97467
Total funds	£ 93216	355467	(351041)	97642