

Company registration number: 05387939

Charity registration number: 1109046

Home-Start South East Dorset

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2016

Home-Start South East Dorset

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Home-Start South East Dorset

Reference and Administrative Details

Trustees	Jill Abbot (Resigned 15 June 2015) Jennifer Thompson Jenny Way James Wilkin (Resigned 10 February 2016) Anne Maclellan Brian Martin Rowena Wilkes Jo Edom Malcom Birr (Resigned 3 November 2015) Elizabeth Lees (appointed 10 February 2016) Isobel Heaton (appointed 3 November 2015) Shami Duggal (appointed 10 February 2016) Patsy Glazier (appointed 12 May 2015)
Secretary	Wendy Staples
Advisors	Gill Basevi, Advisor - Dorset Healthcare Trust Jon Dilling, Family Representative James Wilkin, Advisor Jo Dilling, Family Representative Val Pitman, Volunteer Representative
Principal Office	1462 Wimborne Road Kinson Bournemouth BH10 7AS
Registered Office	1462 Wimborne Road Kinson Bournemouth BH10 7AS
Company Registration Number	05387939
Charity Registration Number	1109046
Bankers	Lloyds Bournemouth CCLA 85 Queen Victoria Street London

Home-Start South East Dorset

Reference and Administrative Details

Independent Examiners

PKF Francis Clark
Chartered Accountants
Towngate House
2-8 Parkstone Road
Poole
Dorset
BH15 2PW

Home-Start South East Dorset

Strategic Report for the Year Ended 31 March 2016

The Trustees, who are directors for the purposes of company law, present their strategic report for the year ended 31 March 2016, in compliance with s414C of the Companies Act 2006.

Financial review

Gross income decreased by £4,372 from £146,331 to £141,959. Charitable activity expenditure decreased from £144,741 last year to £135,051, resulting in net surplus of £6,908 in unrestricted funds compared to a surplus last year of £1,590. Restricted funds carried forward did not change. General reserves at the year end were £22,752 (2015: £16,408). The Trustees have maintained designated funds to cover known costs that will arise in the near future, potential funding delays and shortfalls and a deficit on the staff pension scheme as shown in Note 16.

We are very grateful for all the funding we have received this year. Deferred income grants are listed at Note 13. Restricted funds are shown in Note 16 including the Big Lottery donation which has been partly carried forward.

The charity continues to be in need of unrestricted funding to be able to support its work and maintain future viability.

Policy on reserves

The Trustees have previously maintained a designated reserve of £50,000 in order to maintain service levels in case there are gaps in funding and to meet redundancy and running costs. In view of the increasing uncertainty about the level and timing of funding from our statutory funders the Trustees consider that they need to increase this reserve to £75,000. However there are currently insufficient free reserves to do so in these accounts. An objective for the coming year will be to try and secure additional unrestricted income through fund raising activities.

Plans for future periods

Aims and key objectives for future periods

The Trustees acknowledge that in today's economic climate, acquiring funding is going to be extremely difficult. Therefore it is the intention of the Trustees to utilise 'unrestricted' reserves to maintain the service.

Home-Start South East Dorset

Trustees' Report

Structure, governance and management

Nature of governing document

Memorandum & Articles of Association 10/03/2005 and amended by Special Resolution 06/07/2006.

Recruitment and appointment of Trustees

Trustees come to the organisation through personal introduction and recommendation, REACH, local CVS organisations or through advertisements issued in posters or local papers. An interview with the Chair of Trustees and Personnel follows, 2 references are taken up, DBS is applied for. A further induction meeting is held when the Policies of Safeguarding and Confidentiality are signed.

According to our Scheme's governing documents 12 Trustees form the maximum number for the Board. At present we have 10 Trustees.

Induction and training of Trustees

New Trustees are introduced and nominated by the members to the Board and become members of one of the sub-committee groups.

They are briefed on their legal obligations under charity and company law and the governing document and are encouraged to attend appropriate training events.

The Trustees are then elected by the members at the Annual General Meeting in accordance with the Articles of Association. The Trustees meet regularly to administer the charity.

Objectives and activities

Objectives

The objectives set out in the Governing Document are:

- to safeguard, protect and preserve the good health, both mental and physical, of children and parents of children.
- to prevent cruelty to or maltreatment of children.
- to relieve sickness, poverty and need amongst children and parents of children.
- to promote the education of the public in better standards of child care within the area of South East Dorset.

Activities

During 2015-16 Home-Start supported a total of 158 families on a weekly basis.

During the year we trained 21 new volunteers and typically had 76 volunteers available to support families.

We also facilitated 4 weekly 'Haven' family groups, reducing to 3 during the year, in venues throughout our catchment area, including at our own premises in Kinson, Bournemouth with referred families meeting to share experiences and participate in facilitated discussions and creative play activities.

Home-Start South East Dorset

Trustees' Report

This year a total of 441 children were supported by Home-Start South East Dorset.

We have a sophisticated monitoring system that enables the outcomes with families to be measured and assessed but the value of our service is best described by the many letters of thanks that we received, a typical quote being:

'Home-Start made a huge difference in our lives at a point when everything seemed to look quite bleak.

The support, understanding and friendship offered was wonderful and helped us get back on track, thank you.'

Public benefit

Our approach is to offer the support of a comprehensively trained home visiting volunteer, who has parenting experience, to another parent who is facing difficulties. The volunteers' ability to offer friendship, practical help and support enables families to cope with the pressures they are facing and can often be enough to reduce the potential for family breakdown and child abuse.

The Trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Going concern

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Statement of Trustees' Responsibilities

The Trustees (who are also the directors of Home-Start South East Dorset for the purposes of company law) are responsible for preparing the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; 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 adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and 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.

Home-Start South East Dorset

Trustees' Report

Small Companies

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

In approving the Trustees' Annual Report, we also approve the Strategic Report included therein, in our capacity as company directors.

The annual report was approved by the Trustees of the Charity on 8 September 2016 and signed on its behalf by:

Jenny Way
Trustee

Home-Start South East Dorset

Independent Examiner's Report to the Trustees of Home-Start South East Dorset

I report on the accounts of the company for the year ended 31 March 2016 which are set out on pages 8 to 21 .

Respective responsibilities of Trustees and examiner

The Trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The Trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

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

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

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

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

- to keep accounting records in accordance with section 386 of the Companies Act 2006; and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met; or

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

Nicholas Love ACA FCCA (a partner of) PKF Francis Clark
Chartered Accountants

Towngate House
2-8 Parkstone Road
Poole
Dorset
BH15 2PW

8 September 2016

Home-Start South East Dorset

Statement of Financial Activities for the Year Ended 31 March 2016 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2016 £	Total 2015 £
Income and Endowments from:					
Donations and legacies	2	11,725	-	11,725	8,934
Charitable activities	3	81,306	38,470	119,776	127,763
Other trading activities		6,514	-	6,514	4,635
Investment income	4	378	-	378	707
Other income	5	3,566	-	3,566	4,292
Total Income		<u>103,489</u>	<u>38,470</u>	<u>141,959</u>	<u>146,331</u>
Expenditure on:					
Charitable activities	6	<u>(96,581)</u>	<u>(38,470)</u>	<u>(135,051)</u>	<u>(144,741)</u>
Total Expenditure		<u>(96,581)</u>	<u>(38,470)</u>	<u>(135,051)</u>	<u>(144,741)</u>
Other recognised gains and losses					
Net movement in funds		6,908	-	6,908	1,590
Reconciliation of funds					
Total funds brought forward		<u>180,753</u>	<u>101,882</u>	<u>282,635</u>	<u>281,045</u>
Total funds carried forward	16	<u><u>187,661</u></u>	<u><u>101,882</u></u>	<u><u>289,543</u></u>	<u><u>282,635</u></u>

The notes on pages 9 to 20 form an integral part of these financial statements.

Home-Start South East Dorset
(Registration number: 05387939)
Balance Sheet as at 31 March 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	11	190,000	190,000
Current assets			
Debtors	12	533	465
Cash at bank and in hand		<u>140,415</u>	<u>148,995</u>
		140,948	149,460
Creditors: Amounts falling due within one year	13	<u>(41,405)</u>	<u>(56,825)</u>
Net current assets		<u>99,543</u>	<u>92,635</u>
Net assets		<u><u>289,543</u></u>	<u><u>282,635</u></u>
Funds of the Charity:			
Restricted income funds		101,882	101,882
Unrestricted income funds			
Unrestricted income funds		<u>187,661</u>	<u>180,753</u>
Total funds		<u><u>289,543</u></u>	<u><u>282,635</u></u>

For the financial year ending 31 March 2016 the Charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the Charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 8 to 21 were approved by the Trustees, and authorised for issue on 8 September 2016 and signed on their behalf by:

Jenny Way
Trustee

The notes on pages 9 to 20 form an integral part of these financial statements.

Home-Start South East Dorset

Notes to the Financial Statements for the Year Ended 31 March 2016

1 Accounting policies

General information and basis of preparation

Home-Start South East Dorset is a company limited by guarantee in the United Kingdom. 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. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities is the provision of services to assist parents and children in South-East Dorset.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest pound.

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

The charity adopted SORP (FRS 102) in the current year and an explanation of how transition to SORP (FRS 102) has affected the reported financial position and performance is given in note 19.

Going concern

The financial statements have been prepared on a going concern basis.

The Trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees make this assessment in respect of a period of one year from the date of approval of the financial statements.

Key judgements and estimates

The following judgements (apart from those involving estimates) have been made in the process of applying the above accounting policies that have had the most significant effect on amounts recognised in the financial statements:

- Value of freehold property at transition and at end of useful life
- Deferred income calculation
- Actuarial deficit

Income

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the Charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Home-Start South East Dorset

Notes to the Financial Statements for the Year Ended 31 March 2016

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the Charity has unconditional entitlement.

Investment income

Investment income is recognised on a receivable basis.

Charitable activities

Income from charitable activities includes some income recognised as earned (as the related goods or services are provided) under contract.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

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

Governance costs

These include the costs attributable to the Charity's compliance with constitutional and statutory requirements, including audit, strategic management and Trustees' meetings and reimbursed expenses.

Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

Taxation

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Home-Start South East Dorset

Notes to the Financial Statements for the Year Ended 31 March 2016

Tangible fixed assets

Individual fixed assets costing £500 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Fixtures, fittings and equipment	25% straight line basis

Non-depreciation of property

The freehold property is shown as deemed cost as explained in Note 11. The Directors expect the property's value at the end of its useful life will not be less than this and therefore no depreciation is charged.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Fund accounting

Unrestricted income funds are general funds that are available for use at the Trustees' discretion in furtherance of the objectives of the Charity.

Designated funds are unrestricted funds being resources set aside for specific purposes at the discretion of the Trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Pensions and other post retirement obligations

The Charity operates a defined contribution pension scheme. Contributions are charged in the statement of financial activities as they become payable in accordance with the rules of the scheme.

2 Income from donations and legacies

	Unrestricted funds	Total 2016	Total 2015
	General	2016	2015
	£	£	£
Donations and legacies;			
Donations	11,725	11,725	8,934
	<u>11,725</u>	<u>11,725</u>	<u>8,934</u>

The Trustees are very grateful for all the donations in respect of the 2015/16 financial year. Amounts over £400 are listed below:

Home-Start South East Dorset

Notes to the Financial Statements for the Year Ended 31 March 2016

	2016
	£
Poole Lions	830
Poole Rotary Club	1,000
Southern Sporting Club	810
Canford Poole	545
Bransgore Rotary	1,000
Church of the Transfiguration, The Parish of Canford Cliffs and Sandbanks	500
Valentine Trust	5,000
Other	2,040
	11,725

3 Income from charitable activities

	Unrestricted funds		Restricted funds	Total 2016	Total 2015
	Designated	General			
	£	£	£	£	£
Grants and contract income receivable	78,182	3,124	38,470	119,776	127,763

The Trustees are very grateful for the following grants and contract income in respect of the 2015/16 financial year:

	2016
	£
Poole Borough Council	22,500
Bournemouth Borough Council (Turnaround)	21,449
Dorset CC Early Years	15,000
Barnardos	9,400
BBC Children in Need	9,833
The Big Lottery	38,470
Other	3,124
	119,776

Income from charitable activities was £119,776 (2015 - £127,763) of which £38,470 (2015 - £37,917) was attributable to restricted and £81,306 (2015 - £89,846) was attributable to unrestricted funds.

Home-Start South East Dorset

Notes to the Financial Statements for the Year Ended 31 March 2016

4 Investment income

	Unrestricted funds	Total 2016	Total 2015
	General	2016	2015
	£	£	£
Interest receivable and similar income;			
Interest receivable on bank deposits	378	378	707
	<u>378</u>	<u>378</u>	<u>707</u>

5 Other income

	Unrestricted funds	Total 2016	Total 2015
	General	2016	2015
	£	£	£
Rental income	700	700	757
Other income	2,866	2,866	3,535
	<u>3,566</u>	<u>3,566</u>	<u>4,292</u>

6 Expenditure on charitable activities

	Total 2016	Total 2015
	£	£
Wages and Salaries	89,310	98,656
Staff NIC (Employers)	6,515	7,338
Staff pensions (Defined contribution)	3,680	3,814
Staff training	2,819	3,108
Organisers expenses	2,530	2,868
Volunteer expenses	5,442	5,754
Rates	1,346	1,309
Light, heat and power	1,897	2,081
Insurance	1,086	908
Repairs and Maintenance	3,317	1,378
Equipment repairs and renewals	881	2,537
Telephone and Fax	1,679	1,283
Printing, postage and stationery	4,551	5,350
Annual levy	2,558	2,777
Sundry expenses	5,312	3,045
Haven expenses	88	53
Recruitment	18	15
Legal and professional fees	(70)	550
Governance costs	2,092	1,917
	<u>135,051</u>	<u>144,741</u>

Home-Start South East Dorset

Notes to the Financial Statements for the Year Ended 31 March 2016

£38,470 (2015 - £37,917) of the above costs were attributable to restricted funds. £135,051 (2015 - £106,824) of the above costs were attributable to unrestricted funds.

7 Net incoming/outgoing resources

Net incoming resources for the year include:

	2016 £	2015 £
Independent examiners fees	<u>1,800</u>	<u>1,536</u>

8 Trustees remuneration and expenses

No remuneration was paid to any Trustee, expenses totalling £37 (2015: £197) were paid to one Trustee during the year (2015: Two Trustees).

The total amount of employee benefits received by key management personnel is £25,825 (2015 - £27,874). The Trust considers its key management personnel comprises its Scheme Manager (who is also the Company Secretary).

No Trustees are accruing pension arrangements.

9 Staff costs

The aggregate payroll costs were as follows:

	2016 £	2015 £
Staff costs during the year were:		
Wages and salaries	89,310	98,656
Social security costs	6,515	7,338
Pension costs	<u>3,680</u>	<u>3,814</u>
	<u>99,505</u>	<u>109,808</u>

The monthly average number of persons (including senior management team) employed by the Charity during the year expressed as full time equivalents was as follows:

	2016 No	2015 No
Average No of Employees	<u>6</u>	<u>5</u>

3 (2015 - 3) of the above employees participated in the Defined Contribution Pension Schemes.

Contributions to the employee pension schemes for the year totalled £3,680 (2015 - £3,814).

No employee received emoluments of more than £60,000 during the year.

Home-Start South East Dorset

Notes to the Financial Statements for the Year Ended 31 March 2016

10 Taxation

No tax was charged in the year (2015 - £nil).

11 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 April 2015	<u>190,000</u>	<u>10,566</u>	<u>200,566</u>
At 31 March 2016	<u>190,000</u>	<u>10,566</u>	<u>200,566</u>
Depreciation			
At 1 April 2015	<u>-</u>	<u>10,566</u>	<u>10,566</u>
At 31 March 2016	<u>-</u>	<u>10,566</u>	<u>10,566</u>
Net book value			
At 31 March 2016	<u>190,000</u>	<u>-</u>	<u>190,000</u>
At 31 March 2015	<u>190,000</u>	<u>-</u>	<u>190,000</u>

Revaluation at transition date

The company's Land and buildings was revalued on 1 April 2014 by Sibbet Gregory - Chartered Surveyors, an independent valuer. This has been treated as deemed cost in accordance with the option in FRS102 which has been adopted by the Directors.

Had this class of asset been measured on a historical cost basis, their carrying amount would have been £108,531 (2015 - £108,531).

12 Debtors

	2016 £	2015 £
Trade debtors	228	465
Prepayments	<u>305</u>	<u>-</u>
	<u>533</u>	<u>465</u>

Home-Start South East Dorset

Notes to the Financial Statements for the Year Ended 31 March 2016

13 Creditors: amounts falling due within one year

	2016 £	2015 £
Accruals	22,456	31,742
Deferred income	18,949	25,083
	41,405	56,825
		2016 £
Deferred income at 1 April 2015		(31,742)
Resources deferred in the period		(22,456)
Amounts released from previous periods		31,742
Deferred income at 31 March 2016		(22,456)

Deferred income relates to grant or contract income received for future periods.

Deferred Income	2016 £	2015 £
Poole Borough Council	-	5,625
Bournemouth Community Action	-	3,317
Bournemouth Borough Council	404	-
Bournemouth Borough Council (Turnaround)	-	1,199
Barnardos	4,800	9,400
Social Work Student	-	1,400
Poole Bay Rotary	-	1,000
Other	13,745	3,142
	18,949	25,083
	18,949	25,083

14 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the period represents contributions payable by the charity to the scheme and amounted to £3,810 (2015 - £3,814).

There were no outstanding or prepaid contributions at the end of the financial year (2015: £Nil).

In note 16, the transfer of £564 to the pension deficit reserve represents an increase in employer debt on withdrawal, per an actuarial report. However, given the variability of financial markets, this estimation could be markedly different from any actual quotation.

Home-Start South East Dorset

Notes to the Financial Statements for the Year Ended 31 March 2016

15 Charity status

The Charity is a Charity limited by guarantee and consequently does not have share capital. Each of the Trustees is liable to contribute an amount not exceeding £1 towards the assets of the Charity in the event of liquidation.

16 Funds

	Balance at 1 April 2015 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2016 £
Unrestricted funds					
<i>Unrestricted general funds</i>					
Unrestricted income fund	16,408	25,307	(2,092)	(16,871)	22,752
<i>Unrestricted designated funds</i>					
Funding shortfall contingency	50,000	-	-	-	50,000
Repairs to Premises	5,000	-	-	-	5,000
Computer replacement	15,000	-	-	-	15,000
Staff training	750	-	-	-	750
Pension deficit reserve	12,126	-	-	564	12,690
Service level agreements	-	78,182	(94,489)	16,307	-
Revaluation Reserve	81,469	-	-	-	81,469
	<u>164,345</u>	<u>78,182</u>	<u>(94,489)</u>	<u>16,871</u>	<u>164,909</u>
Total unrestricted funds	<u>180,753</u>	<u>103,489</u>	<u>(96,581)</u>	<u>-</u>	<u>187,661</u>
Restricted funds					
Lottery funded building	92,500	-	-	-	92,500
Big lottery	9,382	38,470	(38,470)	-	9,382
	<u>101,882</u>	<u>38,470</u>	<u>(38,470)</u>	<u>-</u>	<u>101,882</u>
Total restricted funds	<u>101,882</u>	<u>38,470</u>	<u>(38,470)</u>	<u>-</u>	<u>101,882</u>
Total funds	<u><u>282,635</u></u>	<u><u>141,959</u></u>	<u><u>(135,051)</u></u>	<u><u>-</u></u>	<u><u>289,543</u></u>

Home-Start South East Dorset

Notes to the Financial Statements for the Year Ended 31 March 2016

	Balance at 1 April 2014 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2015 £
Unrestricted funds						
<i>Unrestricted general funds</i>						
Unrestricted income fund	16,754	13,933	(1,923)	(12,356)	-	16,408
<i>Unrestricted designated funds</i>						
Funding shortfall contingency	50,000	-	-	-	-	50,000
Repairs to Premises	5,000	-	-	-	-	5,000
Computer replacement	15,000	-	-	-	-	15,000
Staff training	750	-	-	-	-	750
Pension deficit reserve	10,190	-	-	1,936	-	12,126
Service level agreements	-	94,481	(104,901)	10,420	-	-
Revaluation Reserve	-	-	-	-	81,469	81,469
	<u>80,940</u>	<u>94,481</u>	<u>(104,901)</u>	<u>12,356</u>	<u>81,469</u>	<u>164,345</u>
Total unrestricted funds	<u>97,694</u>	<u>108,414</u>	<u>(106,824)</u>	<u>-</u>	<u>81,469</u>	<u>180,753</u>
Restricted funds						
Lottery funded building	92,500	-	-	-	-	92,500
Big lottery	9,382	37,917	(37,917)	-	-	9,382
Total restricted funds	<u>101,882</u>	<u>37,917</u>	<u>(37,917)</u>	<u>-</u>	<u>-</u>	<u>101,882</u>
Total funds	<u><u>199,576</u></u>	<u><u>146,331</u></u>	<u><u>(144,741)</u></u>	<u><u>-</u></u>	<u><u>81,469</u></u>	<u><u>282,635</u></u>

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Notes to the Financial Statements for the Year Ended 31 March 2016

The specific purposes for which the funds are to be applied are as follows:

The lottery funded building restricted fund represents the funding of the premises by Big Lottery.

The Big Lottery restricted fund represents funds granted by the Big Lottery.

The funding shortfall contingency designated fund represents funds set aside for any temporary gap in funding.

The repairs to premises designated fund represents funds set aside for repairs to the premises.

The computer replacement designated fund represents funds set aside to replace computer equipment as needed.

The staff training designated fund represents funds set aside for training of staff members.

The pension deficit reserve designated fund represents the estimated deficit in the Charities defined contribution scheme at balance date.

The service level agreement designated fund represents service agreement income and spending as well as the contribution from unrestricted funds via transfer.

The revaluation reserve designated fund represents the non-distributable revaluation reserve resulting from the revaluation of the property at transition date 01/04/2014.

Funds have been transferred to service level agreement designated fund to cover excess of spending over income.

17 Analysis of net assets between funds

	Unrestricted funds		Restricted funds	Total funds
	General funds	Designated funds	funds	
	£	£	£	£
Tangible fixed assets	97,500	-	92,500	190,000
Current assets	48,126	83,440	9,382	140,948
Current liabilities	<u>(41,405)</u>	<u>-</u>	<u>-</u>	<u>(41,405)</u>
Total net assets	<u>104,221</u>	<u>83,440</u>	<u>101,882</u>	<u>289,543</u>

18 Related party transactions

There were no related party transactions in the year.

Control

The charity is controlled by the Trustees who are all directors of the company.

Home-Start South East Dorset

Notes to the Financial Statements for the Year Ended 31 March 2016

19 Transition to FRS 102

The charity has adopted the SORP (FRS 102) for the first time in the year ended 31 March 2016.

The effect of transition from SORP (2005) to SORP (FRS 102) is outlined below.

a) Changes in accounting

- There were no significant changes in accounting policies resulting from the adoption of SORP (FRS 102):
- A revaluation of land & buildings has been undertaken at transition date (01/04/14), this value will be carried forward as "deemed cost". Other than this one-off event the historical cost model will be continue to be used on any future fixed asset additions.

b) Reconcillation of total charity funds

Adjustments to previously reported total charity funds at the date of transition to SORP (FRS 102) were as follows:

Reconciliation of total charity funds	As originally reported	Effect of Revaluation	As restated
	£	£	£
Total charity funds at 31 March 2015	201,166	81,469	282,635

c) Reconciliation of comparative period net income:

Net income for the period ended 31 March 2015	As originally reported	Effect of Revaluation	As restated
	£	£	£
Net income for the year ended 31 March 2015	1,590	81,469	83,059