

Registered Company Number : 02189556
Charity Number: 298149

Chantrey Vellacott DFK LLP

CHOICE SUPPORT

Consolidated
Financial Statements
31 March 2005



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CHOICE SUPPORT

Financial statements for the year ended 31 March 2005

Chantrey Vellacott DFK LLP

Contents	Pages
Officers and Advisers	
Report of the Management Committee	1-2
Independent Auditors' Report	3-4
Consolidated Statement of Financial Activities	5
Statement of Financial Activities	6
Consolidated Balance Sheet	7
Balance Sheet	8
Consolidated Cash Flow Statement	9
Notes to the Financial Statements	10-16

CHOICE SUPPORT

Officers and advisers

Board of Management:

Charles Spencer - Chairman
Brian Norbury – Deputy Chairman
Barry Coker - Treasurer
Michael Drake
Jon Young
Gwyneth Lewis
Carol Sibson
David Sines
Jane Cooper
Margaret Tozer

Secretary:

S Rose

Auditors:

Chantrey Vellacott DFK LLP
Chartered Accountants
Russell Square House
10-12 Russell Square
London WC1B 5LF

Registered office:

100 Westminster Bridge Road
London
SE1 7XA

Bankers:

Barclays Bank plc
St Johns Wood and Swiss Cottage Branch
P O Box 2764
London NW3 6JD

CHOICE SUPPORT

Report of the Board of Management for the year ended 31 March 2005

The Board of Management presents its report and the consolidated financial statements for Choice Support and its subsidiary companies for the year ended 31 March 2005.

Status of the company

Choice Support is incorporated as a company limited by guarantee. The liability of each member is £1.

Objects of the charity

The charity was established for the relief of those who have learning or other disabilities including the provision of residential care and support services and relief of those with mental or physical illness or who are old or infirm or who have needs because of their youth, lack of education or poverty.

Results

The results of the Group for the year ended 31 March 2005 are shown in the Consolidated statement of financial activities on page 5. The retained surplus of the group for the year was £470,489 (2004 - £163,432 surplus). This surplus was achieved after a gain on disposal of fixed assets of £211,046 and interest receivable of £162,454 (2004 - £116,560), which is the result of efficient management of the charity's cash resources.

Review of activities

The principal activity of the Choice Support Group continues to be the provision of high quality, person-centred services to people with learning difficulties.

The organisation continues its successful programme of planned expansion, which is reflected in these accounts. Choice Support provides services in Yorkshire, Nottinghamshire, Lincolnshire, Leicestershire, Buckinghamshire, Hampshire and seven London boroughs.

The Board of Management continues to meet bi-monthly. Between board meetings Risk Management, Finance and Investment, Quality Assurance, and Personnel and Training Sub-committee meetings are held. In 2005, following national advertisement, three new members were elected.

The Board wishes to thank all staff who have contributed to another successful year and all the volunteers who have offered their assistance during the year.

Reserves policy

With regard to the Group's reserves the Board of Management considers that the level of unrestricted reserves of £4.2m is justified. Of this, £0.6m continues to be set aside to deal with specific projects, leaving £3.6m of general reserves.

The Board of Management considers that it is important to have reserves of at least equal to one and a half months' activity due to the potential fluctuations in cash flows.

The level of reserves will enable the Group to invest further in properties and Information and Communication Technology infrastructure which will enhance the range of accommodation and communication systems available to people with learning disabilities.

Investment policy

Treasury management activities are conducted with the aim of maximising return on any liquid funds through the use of short term fixed deposits and interest bearing accounts with appropriate financial institutions.

CHOICE SUPPORT

Report of the Board of Management for the year ended 31 March 2005

Risk

As set out by the revised Statement of Recommended Practice (SORP) Accounting and Reporting by Charities (2000) the Board of Management has been closely monitoring the organisation's Risk Register. The Risk Management Sub Committee has delegated powers from the Board to ensure a programme of action is in place to minimise existing risks, and identify potential risks. A detailed action plan has been completed on thirteen of the top scoring risks to the organisation.

Members of the Board of Management

The members of the Board of Management, who are all directors of the company and the trustees of the charity, during the year were as follows:-

Charles Spencer - Chairman
Barry Coker - Treasurer
Brian Norbury - Deputy Chairman
Michael Drake
Jon Young
Dr Milton Amaratunga (resigned June 2004)
Gwyneth Lewis
Carol Sibson
David Sines (appointed 2 February 2005)
Jane Cooper (appointed 1 June 2005)
Margaret Tozer (appointed 1 June 2005)

Statement of Responsibilities of the Board of Management

Company law and charity law require the Board of Management to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the group and the company and of the income and expenditure of the group for that year. In preparing these financial statements, the Board of Management is required to:

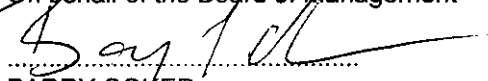
- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Board of Management is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the group 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 group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

A resolution concerning the re-appointment of Chantrey Vellacott DFK LLP (formerly Chantrey Vellacott DFK) as auditors will be proposed at the Annual General Meeting.

On behalf of the Board of Management



BARRY COKER
MEMBER OF THE BOARD OF MANAGEMENT

Date: 14 October 2005

CHOICE SUPPORT

Independent Auditors' report to the Members of Choice Support

We have audited the financial statements of Choice Support for the year ended 31 March 2005 which comprise the Consolidated Statement of Financial Activities, Statement of Financial Activities, Consolidated Balance Sheet, Balance Sheet, Consolidated Cash Flow Statement and related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the charitable company's members, as a body, in accordance with section 235 of the Companies Act 1985 and section 43 of the Charities Act 1993. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the Statement of Responsibilities of the Board of Management the company's directors, who are the charitable trustees, are responsible for the preparing the Report of the Board of Management and the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 Report of the Board of Management 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 and directors' remuneration and transactions with the charitable company is not disclosed.

We read other information contained in the Report of the Board of Management and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatement within it.

Basis of opinion

We conducted our audit in accordance with United Kingdom Auditing Standards 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 judgements made by the directors 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.

CHOICE SUPPORT

Independent Auditors' report to the Members of Choice Support

Opinion

In our opinion the financial statements give a true and fair view of the state of the charity and the group's affairs as at 31 March 2005 and of their incoming resources and application of resources for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

CHANTREY VELLACOTT DFK LLP



Chartered Accountants
Registered Auditors

LONDON

Date: 14.10.2005

Chantrey Vellacott DFK LLP

CHOICE SUPPORT

Consolidated statement of financial activities (including an income and expenditure account)

For the year ended 31 March 2005

Notes	Unrestricted Funds General	Designated £	Restricted Funds £	Total Funds 2005 £	Total Funds 2004 £
Incoming resources					
Activities in furtherance of the charity's objects					
- Contracts for support services	19,523,002	-	-	19,523,002	15,002,712
- Grants 1 (iv) & (v)	497,096	-	100,589	597,685	521,098
- Charges to residents	499,614	-	-	499,614	641,508
	<u>20,519,712</u>	<u>-</u>	<u>100,589</u>	<u>20,620,301</u>	<u>16,165,318</u>
Interest receivable	162,454	-	-	162,454	116,560
Other incoming resources	538,194	-	-	538,194	543,572
Gain on disposal of fixed assets	211,046	-	-	211,046	-
	<u>21,431,406</u>	<u>-</u>	<u>100,589</u>	<u>21,531,995</u>	<u>16,825,450</u>
Resources expended					
Charitable expenditure					
Activities in furtherance of the charity's objectives	20,097,610	109,016	169,254	20,375,880	16,016,216
Management and administration	685,626	-	-	685,626	645,802
	<u>20,783,236</u>	<u>109,016</u>	<u>169,254</u>	<u>21,061,506</u>	<u>16,662,018</u>
Operating surplus/(deficit) for the year, being net income/ (expenditure)					
6	648,170	(109,016)	(68,665)	470,489	163,432
Fund balances brought forward	<u>2,968,114</u>	<u>747,547</u>	<u>68,665</u>	<u>3,784,326</u>	<u>3,620,894</u>
Fund balances carried forward 10,11	<u>3,616,284</u>	<u>638,531</u>	<u>-</u>	<u>4,254,815</u>	<u>3,784,326</u>

The group has no recognised gains and losses other than those included in the surplus above, and therefore no separate statement of total recognised gains and losses has been presented. There is no difference between the result for the year stated above, and its historical cost equivalent.

The notes on pages 10 to 16 form part of these financial statements.

CHOICE SUPPORT

Statement of financial activities (including an income and expenditure account)

For the year ended 31 March 2005

		Unrestricted Funds		Restricted Funds	Total Funds	Total Funds
	Notes	General £	Designated £	£	2005 £	2004 £
Incoming resources						
Donation from subsidiary undertaking		-	-	-	-	136,017
Activities in furtherance of the charity's objects						
- Contracts for support services		19,034,806	-	-	19,034,806	14,539,097
- Grants	1 (iv) & (v)	497,096	-	100,589	597,685	521,098
- Charges to residents		499,614	-	-	499,614	641,508
		20,031,516	-	100,589	20,132,105	15,701,703
Interest receivable		161,960	-	-	161,960	115,322
Other incoming resources		531,579	-	-	531,579	540,889
Gain on disposal of fixed assets		211,046	-	-	211,046	-
Total incoming resources		20,936,101	-	100,589	21,036,690	16,493,931
Charitable expenditure						
Activities in furtherance of the charity's objects		19,604,697	104,805	169,254	19,878,756	15,549,226
Management and administration		677,645	-	-	677,645	644,017
Total resources expended		20,282,342	104,805	169,254	20,556,401	16,193,243
Operating surplus/(deficit) for the year, being net income/ (expenditure)		653,759	(104,805)	(68,665)	480,289	300,688
Fund balances brought forward		2,944,033	743,336	68,665	3,756,034	3,455,346
Fund balances carried forward		3,597,792	638,531	-	4,236,323	3,756,034

The charity has no recognised gains and losses other than those included in the surplus above, and therefore no separate statement of total recognised gains and losses has been presented. There is no difference between the result for the year stated above, and its historical cost equivalent.

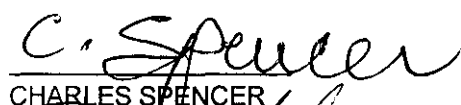
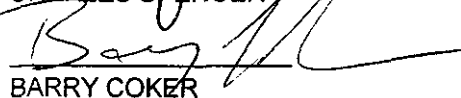
The notes on pages 10 to 16 form part of these financial statements.

CHOICE SUPPORT

Consolidated balance sheet as at 31 March 2005

	Notes	2005 £	2004 £
Fixed assets			
Tangible assets	2	<u>2,437,469</u>	<u>2,408,122</u>
		<u>2,437,469</u>	<u>2,408,122</u>
Current assets			
Investments – cash fixed term deposits		2,489,607	2,379,545
Debtors	4	1,514,264	1,632,958
Cash at bank and in hand		<u>2,051,371</u>	<u>973,694</u>
		6,055,242	4,986,197
Creditors: amounts falling due within one year	5(a)	<u>4,030,896</u>	<u>3,402,993</u>
Net current assets		<u>2,024,346</u>	<u>1,583,204</u>
Total assets less current liabilities		4,461,815	3,991,326
Creditors: amounts falling due after more than one year	5(b)	<u>207,000</u>	<u>207,000</u>
Net assets		<u>4,254,815</u>	<u>3,784,326</u>
Reserves			
Unrestricted funds – General		3,616,284	2,968,114
– Designated		638,531	747,547
Restricted		-	68,665
	10,11	<u>4,254,815</u>	<u>3,784,326</u>

The financial statements were approved by the Board of Management on 14 October 2005 and signed on its behalf by


CHARLES SPENCER

BARRY COKER

) MEMBERS OF THE
) BOARD OF MANAGEMENT
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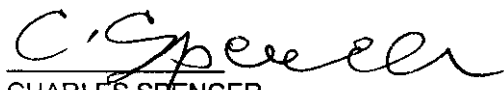

The notes on pages 10 to 16 form part of these financial statements.

CHOICE SUPPORT

Balance sheet as at 31 March 2005

	Notes	2005 £	2004 £
Fixed assets			
Tangible assets	2	2,437,469	2,408,122
Investments	3	1	1
		<u>2,437,470</u>	<u>2,408,123</u>
Current assets			
Investments – cash fixed term deposits		2,489,607	2,379,545
Debtors	4	1,543,079	1,656,471
Cash at bank and in hand		1,999,687	909,072
		<u>6,032,373</u>	<u>4,945,088</u>
Creditors: amounts falling due within one year	5(a)	<u>4,026,520</u>	<u>3,390,177</u>
Net current assets		<u>2,005,853</u>	<u>1,554,911</u>
Total assets less current liabilities		<u>4,443,323</u>	<u>3,963,034</u>
Creditors: amounts falling due after more than one year	5(b)	<u>207,000</u>	<u>207,000</u>
Net assets		<u>4,236,323</u>	<u>3,756,034</u>
Reserves			
Unrestricted funds - General		3,597,792	2,944,033
- Designated		638,531	743,336
Restricted		-	68,665
		<u>4,236,323</u>	<u>3,756,034</u>

The financial statements were approved by the Board of Management on 14 October 2005 and signed on its behalf by


 CHARLES SPENCER

 BARRY COKER

) MEMBERS OF THE
) BOARD OF MANAGEMENT
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The notes on pages 10 to 16 form part of these financial statements.

CHOICE SUPPORT

Consolidated cash flow statement for the year ended 31 March 2005

	2005 £	2004 £
Net cash inflow from operating activities (see below)	909,602	368,852
Returns on investments and servicing of finance		
Interest received	162,454	116,560
	<u>162,454</u>	<u>116,560</u>
Cash inflow before financing	1,072,056	485,412
Management of liquid resources – new deposits	(110,062)	-
Payments to acquire tangible fixed assets	(234,317)	(1,513,039)
Proceeds from sale of tangible fixed assets	350,000	-
	<u>1,077,677</u>	<u>(1,027,627)</u>

Notes to the cash flow statement

a.	Reconciliation of surplus to net cash inflow from operating activities	2005 £	2004 £
	Surplus for year	470,489	163,432
	Interest receivable	(162,454)	(116,560)
	Depreciation	66,014	54,128
	Gain on sale of fixed assets	(211,046)	-
	Movement in: Creditors	627,904	298,899
	Debtors	118,695	(31,047)
		<u>909,602</u>	<u>368,852</u>

b. Reconciliation of net cash flow to movement in net funds

	£
Increase in cash in the year	1,077,677
Increase in current asset investments	110,062
Net funds at 1 April 2004	<u>3,146,239</u>
Net funds at 31 March 2005	<u>4,333,978</u>

c. Analysis of changes in net funds

	At 1 April 2004 £	Cash flows £	At 31 March 2005 £
Cash at bank and in hand	973,694	1,077,677	2,051,371
Current asset investments	2,379,545	110,062	2,489,607
Debt due after one year	(207,000)	-	(207,000)
	<u>3,146,239</u>	<u>1,187,739</u>	<u>4,333,978</u>

CHOICE SUPPORT

Notes to the financial statements For the year ended 31 March 2005

1. Accounting policies

i) **Accounting convention**

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities", issued in October 2000, and the Companies Act 1985.

ii) **Basis of consolidation**

The results of Choice Consultancy Services Limited and The Blue River Project have been consolidated, on a line by line basis.

iii) **Depreciation of tangible fixed assets**

The cost of all additions and replacements to office and house furnishings and equipment is written off when expenditure is incurred.

The cost of land and buildings and motor vehicles is capitalised and written off over the useful life of the asset:

- Long leasehold - over length of lease
- Freehold property - at 2% per annum (excluding land)
- Vehicles - at 25% per annum - straight line
- Let to clients - at 2% per annum (excluding land)

No depreciation is provided on let properties when they are funded by long-term capital grants.

iv) **Grants and residents' fees**

All grants and residents' fees are accounted for when receivable. Income is deferred only if it is clearly stated to relate to a future accounting period.

v) **Contracts**

Income and expenditure relating to contracts is accounted for when receivable or payable.

vi) **Resources expended**

Expenditure is recognised on an accruals basis.

Costs of activities in furtherance of the charity's objects comprise those costs incurred directly in the provision of running the homes and additional services for the support of persons with learning difficulties. This includes the salaries of people supporting the above services and an allocation of overheads based on the nature of the activity and staff time.

Management and administration expenditure includes all expenditure not directly related to the above. This includes expenditure incurred to comply with constitutional and statutory requirements such as audit, legal fees and annual general meetings and an allocation of office overheads based on the nature of the activity.

vii) **Pension costs**

The group contributes to a defined contribution pension scheme on behalf of the employees. The amount payable during the year is charged to the statement of financial activities. This complies with stakeholder legislation.

CHOICE SUPPORT

Notes to the financial statements For the year ended 31 March 2005

1. Accounting policies

viii) Leases

Rental costs under operating leases are charged to the Statement of Financial Activities in equal annual instalments over the period of the lease.

ix) Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. (The aim and use of each designated fund is set out in note 10 of the financial statements).

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund.

x) Current asset investments

In line with Financial Reporting Standard Number 1, cash deposits which are not repayable on demand are disclosed as current asset investments in the Balance Sheet and classified as liquid resources in the Cash Flow Statement.

2. Tangible fixed assets Group and Company

	Long leasehold and improvements £	Freehold properties £	Let to clients £	Motor vehicles £	Total £
Cost:					
At 1 April 2004	1,513,039	397,824	504,770	129,292	2,544,925
Additions	145,608	-	-	88,709	234,317
Disposals	-	(143,960)	-	-	(143,960)
At 31 March 2005	<u>1,658,647</u>	<u>253,864</u>	<u>504,770</u>	<u>218,001</u>	<u>2,635,282</u>
Depreciation:					
At 1 April 2004	14,494	49,022	20,578	52,709	136,803
Charge for year	15,130	856	7,879	42,149	66,014
Disposals	-	(5,004)	-	-	(5,004)
At 31 March 2005	<u>29,624</u>	<u>44,874</u>	<u>28,457</u>	<u>94,858</u>	<u>197,813</u>
Net book value:					
At 31 March 2005	<u>1,629,023</u>	<u>208,990</u>	<u>476,313</u>	<u>123,143</u>	<u>2,437,469</u>
At 31 March 2004	<u>1,498,545</u>	<u>348,802</u>	<u>484,192</u>	<u>76,583</u>	<u>2,408,122</u>

An allowance of £268,000 has been made for the land element within freehold property and this has not been depreciated.

Two properties within 'let to clients' have land values of £110,810 which have not been depreciated.

CHOICE SUPPORT

Notes to the financial statements For the year ended 31 March 2005

3. Investments

The investment of £1 represents shares held in wholly owned subsidiary, Choice Consultancy Services Limited, which is registered in England.

The company also owns The Blue River Project, a charitable company limited by guarantee, which has similar activities to Choice Support and is registered in England.

These companies are summarised below:

	The Blue River Project £	Choice Consultancy Services Limited £
Incoming resources	488,996	6,063
Resources expended	(497,124)	(7,731)
Funds brought forward	28,061	228
Funds carried forward	<u>19,933</u>	<u>(1,440)</u>

4. Debtors

	Group		Company	
	2005 £	2004 £	2005 £	2004 £
Grants -SHMG	-	5,009	-	5,009
Charges to residents	157,421	127,664	157,421	127,664
Loans to residents	151,503	109,220	151,503	109,220
Amount due from subsidiary undertaking	-	-	30,625	24,910
Social Services	1,090,833	1,163,475	1,090,833	1,163,475
Other debtors	24,821	112,765	23,011	111,368
Prepayments	89,686	114,825	89,686	114,825
	<u>1,514,264</u>	<u>1,632,958</u>	<u>1,543,079</u>	<u>1,656,471</u>

CHOICE SUPPORT

Notes to the financial statements
For the year ended 31 March 2005

5. Creditors	Group		Company	
	2005 £	2004 £	2005 £	2004 £
a) Amounts falling due within one year				
Accruals and sundry creditors	1,565,741	1,456,092	1,561,365	1,443,687
Deferred income	2,102,336	1,621,838	2,102,336	1,621,838
Other taxes and social security	362,819	325,063	362,819	324,652
	<u>4,030,896</u>	<u>3,402,993</u>	<u>4,026,520</u>	<u>3,390,177</u>
b) Amounts falling due after more than one year			Group and Company	
			2005 £	2004 £
Amounts payable in more than 5 years other than by installments:				
Capital grant relating to let properties			<u>207,000</u>	<u>207,000</u>

The company received grants from South East Thames Regional Health Authority, acting as agent for the Secretary of State for Health, of £207,000 to purchase three freehold properties. The grant will be repaid as and when the properties are disposed of.

6. Operating surplus for the year

The operating surplus is stated after charging:-

	2005 £	2004 £
Auditors' remuneration	27,162	30,000
Operating lease rentals:		
- Land and buildings	82,735	61,289
- Office equipment	11,606	13,166
Depreciation	<u>66,014</u>	<u>54,128</u>

7. Resources expended for the group

	General £	Designated £	Restricted Funds £	2005 £	2004 £
Activities in furtherance of the charity's objectives	20,097,610	109,016	169,254	20,375,880	16,016,216
Management and administration	685,626	-	-	685,626	645,802
Total resources expended	<u>20,783,236</u>	<u>109,016</u>	<u>169,254</u>	<u>21,061,506</u>	<u>16,662,018</u>

CHOICE SUPPORT

Notes to the financial statements
For the year ended 31 March 2005

7. Resources expended for the group

	Staff costs £	Allocated costs £	2005 £	2004 £
Note:				
Activities in furtherance of the charity's objectives:				
- Contracts to provide care	17,954,497	1,175,441	19,129,938	14,811,150
- Running of houses	28,325	1,217,617	1,245,942	1,205,066
	<u>17,982,822</u>	<u>2,393,058</u>	<u>20,375,880</u>	<u>16,016,216</u>
Management and administration	197,119	488,507	685,626	645,802
Total resources expended	<u>18,179,941</u>	<u>2,881,565</u>	<u>21,061,506</u>	<u>16,662,018</u>

8. Taxation status

The activities of Choice Support and The Blue River Project, as registered charities, are undertaken for charitable purposes only. As a result no provision for taxation has been made on the income of these companies. There is no taxation on the income of Choice Consultancy Limited, due to losses made.

9. Staff and trustees

	2005 £	2004 £
a) Staff costs		
Wages and salaries	14,756,387	11,702,430
Social security costs	1,254,110	995,300
Pension costs	496,482	241,587
	<u>16,506,979</u>	<u>12,939,317</u>
Agency staff costs	1,672,962	952,290
	<u>18,179,941</u>	<u>13,891,607</u>
b) Average number of persons employed during the year (excluding agency staff)		
Care staff	766	694
Management and administration	46	35
Total	<u>812</u>	<u>729</u>
c) Employees earning more than £50,000 p.a.		
£50,000 - £60,000	1	1
£70,000 - £80,000	1	1

CHOICE SUPPORT

Notes to the financial statements For the year ended 31 March 2005

9. Staff and trustees

No member of the Board of Management received any remuneration for the year (2004 - None).

Expenses were reimbursed or paid to third parties on behalf of 2 members of the Board of Management during the year, amounting to £379 (2004 : £721, for 4 members of the Board of Management). Trustee liability insurance was purchased at a cost of £6,489 (2004 : £6,169).

10. Analysis of group funds

	At 1 April 2004 £	Income £	Expenditure £	At 31 March 2005 £
Unrestricted Funds				
General	<u>2,968,114</u>	<u>21,431,406</u>	<u>20,783,236</u>	<u>3,616,284</u>
Designated				
Blue River Project				
- Employment Trust	4,211	-	4,211	-
Choice Support				
- Property purchases	514,223	-	11,318	502,905
- Upkeep of houses	101,397	-	20,139	81,258
- IT developments	26,036	-	26,036	-
- Staff welfare, training and compliance costs	81,460	-	27,092	54,368
- Housing returns	20,220	-	20,220	-
Total Designated	<u>747,547</u>	<u>-</u>	<u>109,016</u>	<u>638,531</u>
Total Unrestricted	<u>3,715,661</u>	<u>21,431,406</u>	<u>20,892,252</u>	<u>4,254,815</u>
Restricted Funds				
Choice Support				
- Unlocking Potential	-	65,372	65,372	-
- Entelechy (Community Fund)	42,500	-	42,500	-
- One 2 One (Community Fund)	6,311	-	6,311	-
- ESF	19,854	35,217	55,071	-
Total Restricted	<u>68,665</u>	<u>100,589</u>	<u>169,254</u>	<u>-</u>
Total Funds	<u>3,784,326</u>	<u>21,531,995</u>	<u>21,061,506</u>	<u>4,254,815</u>

The purpose of each fund is as each title suggests.

CHOICE SUPPORT

Notes to the financial statements For the year ended 31 March 2005

11. Group net assets by fund

	Designated Tangible fixed assets £	Net current assets £	Creditors falling due after more than one year £	Total £
Unrestricted Funds				
General	2,437,469	1,178,815	-	3,616,284
Designated	-	845,531	(207,000)	638,531
Total	2,437,469	2,024,346	(207,000)	4,254,815

12. Operating leases

The company's commitments for rental payments under operating leases payable for the year ending 31 March 2005 are as follows:

Leases expiring:

Under one year

Between two and five years

Office equipment £	Property £
8,497	10,000
-	83,855
8,497	93,855

13. Capital commitments

At the year end the company had authorised and was committed to capital expenditure on leasehold improvements amounting to £NIL.

14. Pensions

The group operates individual defined contribution pension schemes. In addition a number of the employees are members of the NHS pension scheme.

The assets of the schemes are held separately from those of the group in independently administered funds. The pension cost charge represents contributions payable by the group to the schemes and amounted to £496,482 (2004 : £241,587).