

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
31st AUGUST 2004**



ANNUAL GENERAL MEETING

Tuesday, May 24th 2005

**7.pm at Eveline Lowe Primary School
Marlborough Grove
SE1 5JT**

**Company Number – 2576014
Charity Number – 1002774**



**A17
COMPANIES HOUSE**

**0617
12/08/05**

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

COMPANY INFORMATION

President	Mayor of Southwark
Patrons	Dr Tom Butler, Bishop of Southwark Harriet Harman MP Simon Hughes MP Tessa Jowell MP Lady Silkin of Dulwich Baroness Perry of Southwark Lord Whitty of Camberwell
Directors and Trustees	D.Davies, Chairman P Harte, Honorary Treasurer G. Foskett, Honorary Secretary J. Cherrill P Coleman D. Dixon-Fyle R Edwards, B Habermehl C. Haynes D McKinnon J M Mohan W.Bailey (Resigned October 2003) V.Bennett (Resigned October 2003) A Padmore(Retired October 2003_
Company Secretary	J Parker
Solicitors	Parker Arrenberg 37 Rushey Green Catford London SE6 4AS

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

COMPANY INFORMATION (continued)

Registered Office	37 Rushey Green Catford London SE6 4AS
Reporting Accountant	Alan Pardoe Chartered Accountant & Registered Auditor 52 Owen Gardens Woodford Green Essex IG8 8DJ
Bankers	CafBank Ltd PO Box 289 West Malling Kent ME19 4TA
Registered Charity Number	1002774
Established	1978
Company Registration Number (a company limited by guarantee)	2576014 (England & Wales)

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

**DIRECTORS' AND TRUSTEES' REPORT FOR YEAR ENDED
31ST AUGUST 2004**

**OBJECTS OF THE CHARITY, PRINCIPAL ACTIVITIES AND ORGANISATION OF OUR
WORK**

The charity is constituted as a company limited by guarantee, and is therefore governed by a memorandum and articles of association. Its income and property may only be applied towards the promotion of its objects.

The charity's object and its principal activity continues to be that of providing assistance to the children and young people of the London Borough of Southwark and in the area of South East London generally by the promotion, maintenance, advancement and improvement of education, by the relief of poverty, and by the provision in the interests of social welfare of facilities for children and young people.

The charity continues to explore new ways of improving opportunities for children and young people.

There have been no changes in our policies since our last report.

The charity is organised so that the trustees meet regularly to manage its affairs. The Honorary Secretary and Honorary Treasurer undertake the day to day administration on a voluntary basis and the charity would be unable to operate without the help of many unpaid volunteers.

DEVELOPMENT, ACTIVITIES AND ACHIEVEMENTS THIS YEAR

The trustees consider that the performance of the charity this year has been most satisfactory.

The whole ethos of the Southwark Children's Foundation (SCF) is to overcome the effects of poverty and disadvantage, which deprive children and young people experiences available to other children. SCF aims to positively promote children's and young people's quality of life and life prospects through its services.

Poverty affects parents and carers opportunities to provide experiences for their children beyond the essential day to day needs. The SCF aims to support and empower parents and carers to meet their children's needs. The disadvantage of generations of poverty in a poor community limits parents and carers own experiences. There can be a lack of incentive to get involved in creative arts, sports and leisure activities, or to seek out and visit places of interest even when there may be disposable income available after essential needs are met.

The Charity's funding is low but we have been given assurances of funding to cover three years operation and are confidently seeking funding to employ a development officer for a similar period.

**SOUTHWARK CHILDREN'S FOUNDATION
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**DIRECTORS' AND TRUSTEES' REPORT FOR YEAR ENDED
31ST AUGUST 2004 (continued)**

The Artists, Authors and Artefacts Project .The project was suspended this year. Plans are in progress to consider setting up workshops for children on Saturdays if venues can be found at low cost.

The Saturday Primary Brass Band. The high standard of playing and performing continues with free tuition for over 60 children attending each session. The young musicians, aged between 6 and 12 years are taught by inspired tutors led by Musical Director, Fred Greenhill. The standard of playing is very accomplished and the Band performed in a concert with adult bands and ensembles arranged by Trinity College of Music at Blackheath Concert Hall in July 2004.

**SOUTHWARK CHILDREN'S FOUNDATION
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**DIRECTORS AND TRUSTEES REPORT FOR YEAR ENDED
31ST AUGUST 2004**

TRANSACTIONS AND FINANCIAL POSITION

The Statement of Financial Activities shows a net income deficit of £15,550 for the year and our reserves stand at £7,566. Note 2 to the accounts summarise the results of the project.

TANGIBLE FIXED ASSETS FOR USE BY THE CHARITY

These are shown in note 5 to the Financial Statements.

DIRECTORS AND TRUSTEES

All Directors of the company as listed on page 1 are also trustees of the charity and there are no other trustees.

STATEMENT OF COMPANY DIRECTORS'/TRUSTEES' RESPONSIBILITIES

The trustees' are required by law to prepare financial statements for each financial year which give a true and fair view of the financial activities of the charity and of its financial position at the end of that year. In preparing those financial statements, the trustees' are 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 a going concern basis unless it is inappropriate to assume that the charity will continue in operation.

The trustees' are responsible for keeping proper accounting records which 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 Companies Act 1985. 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.

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

**DIRECTORS' AND TRUSTEES' REPORT FOR YEAR ENDED
31ST AUGUST 2004 (continued)**

SMALL COMPANY EXEMPTION

This report has been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

APPROVAL

This report was approved by the Board of Directors and Trustees' on
and signed on its behalf by the Chair.

D. Davies, Chair

R Edwards
R EDWARDS Acting Chair

**ACCOUNTANT'S REPORT ON THE UNAUDITED ACCOUNTS
TO THE DIRECTORS AND TRUSTEES OF
SOUTHWARK CHILDREN'S FOUNDATION LIMITED BY GUARANTEE**

I report on the financial statements for the year ended 31st August 2004 set out on pages 8 to 16.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING
ACCOUNTANTS**

As described on page 5, the Company's Directors are responsible for the preparation of the financial statements, and they consider that the Company is exempt from an audit. It is my responsibility to carry out procedures designed to enable me to report on my opinion.


BASIS OF OPINION

My work was conducted in accordance with the statement of standards of Reporting Accountants, and so my procedures consisted of comparing financial statements with the accounting records kept by the Company, and making such limited enquiries of the officers of the Company as I considered necessary for the purposes of this report. These procedures provide only the assurance expressed in my opinion.

OPINION

In my opinion:

- a) the financial statements are in agreement with the accounting records kept by the Company under section 221 of the Companies Act 1985
- b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the Company satisfied the conditions for exemption from an audit of the financial statements for the year specified in section 249(A)4 of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249(B)1(a) to (f).


Alan Pardoe
Reporting Accountant

Date: 15 July 2005

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST AUGUST 2004**

	Notes	Restricted £	Unrestricted £	2004 Total £	2003 Total £
INCOMING RESOURCES					
Donations and Subscriptions	2	200	176	376	11,305
Sundry income		---	---	---	290
Bank Interest		---	448	448	704
Total Income		200	624	824	12,299
RESOURCES EXPENDED					
Direct charitable expenditure		14,776	684	15,460	12,074
Project running costs					
Other expenditure		26	888	914	6,864
Administration					
Total Expenditure		14,802	1,572	16,374	18,938
NET (EXPENSE)/INCOME FOR THE YEAR		(14,602)	(948)	(15,550)	(6,639)
Funds at beginning of year			23,116	23,116	29,755
Transfer from Unrestricted fund		(14,602)	(14,602)	---	---
Funds at end of year	3	---	7,566	7,566	23,116

The notes on pages 11 to 16 form part of these financial statements.

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

BALANCE SHEET AS AT 31ST AUGUST 2004

	Notes	<u>2004</u> £	<u>2003</u> £
FIXED ASSETS			
Tangible assets	5	----	----
CURRENT ASSETS			
Other debtors	6	518	----
Cash at bank		7,814	23,911
		<u>8,332</u>	<u>23,911</u>
CREDITORS – DUE WITHIN 1 YEAR	7	<u>766</u>	<u>795</u>
NET CURRENT ASSETS		<u>7,566</u>	<u>23,116</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>7,566</u>	<u>23,116</u>
FUNDS EMPLOYED			
Unrestricted fund	3	7,566	23,116
Restricted fund	3	-----	-----
		<u>7,566</u>	<u>23,116</u>

The Directors and Trustees are of the opinion that the company is entitled to exemption from audit conferred by Subsection 2 of Section 249A of the Companies Act 1985 for the year ended 31st August 2004.

The Directors and Trustees confirm that no member or members have requested an audit pursuant to Subsection 2 of Section 249B of the Companies Act 1985.

The Directors and Trustees confirm that they are responsible for:

Ensuring that the company keeps accounting records, which comply with Section 221 of the Companies Act 1985. And preparing financial statements, which give a true and fair view of the state of the affairs of the company as at the end of the financial year and of its results for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to financial statements, so far as applicable to the company.

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

BALANCE SHEET AS AT 31ST AUGUST 2004 (continued)

The financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and the Financial Reporting Standards for Smaller Entities.

These financial statements were approved by the board on its behalf by:


.....
D. Davies, Chair

R. Edwards

Acting Chair

Date

14th July 05

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2004**

1. ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention and include the results of the charity's operations which are described in the Report of the Directors and Trustees and all of which are continuing.

The financial statements have been prepared in compliance with Statement of Recommended Practice on Charity Accounts.

The Company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

(b) Income and expenditure

Income and expenditure are on accruals basis and allocated to the projects to which they relate.

(c) Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided in equal amounts each year to write off the cost of fixed assets over their anticipated useful lives. Estimated useful lives are:

Equipment	4 years
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Improvements to and equipment for short leasehold property are written off when incurred.

(d) Gifts in Kind

Gifts in Kind are not reflected in the financial statements.

(e) Going concern

Please refer to page 3 paragraph 8 for details of future funding. These accounts have therefore, been prepared on the going concern basis.

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2004**

**2. INCOME AND DIRECT EXPENSES
PROJECTS**

INCOME	Brass Band	2004	2003
	£	Total	Total
		£	£
Donations and subscriptions	200	200	7,250
Bank interest	—	—	97
	200	200	7,347

EXPENSES

Telephone			501
Equipment		3,099	718
Accommodation		—	2,011
Travel costs		332	961
Tutors		—	—
Other expenses	10,720	10,720	7,477
	651	651	406
	14,802	14,802	12,074
Project net (expenditure)	(14,602)	(14,602)	(4,727)

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2004**

2. INCOME AND DIRECT EXPENSES (Continued)

	2004 Total £	2003 Total £
Project net (expense)	(14,602)	(4,727)
OTHER		
Donations and Subscriptions	176	4,055
Sundry income	—	290
Bank interest	448	607
Administration costs	(1,572)	(6,864)
NET (EXPENSE)	(15,550)	(6,639)

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST
2004**

3.	FUND TRANSFERS	RESTRICTED FUNDS		UNRESTRICTED	
		Brass Band	Total	FUNDS	TOTAL
		£	£	£	£
	Funds at beginning of Year	---	---	23,116	23,116
	Net (expense) for Year	(14,602)	(14,602)	(948)	(15,550)
	Transfers (from)/to	14,602	14,602	(14,602)	---
		---	---	7,566	7,566

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2004**

4. ADMINISTRATIVE EXPENSES

	2004	2003
	Total	Total
	£	£
Wages	197	2,804
Insurance	684	684
Stationery, postage and telephone / computer expenses	(85)	1,305
Energy	(31)	145
Bank interest and charges	2	22
Subscriptions	24	109
Legal and professional	176	176
Accountants fees	490	525
Sundry expenses	115	15
Volunteers expenses	—	136
Depreciation of equipment	—	171
Photography	—	772
	<u>1,572</u>	<u>6,864</u>

5. TANGIBLE FIXED ASSETS

	Equipment
	£
COST	
At beginning of year	<u>3,653</u>
At end of year	<u>3,653</u>
DEPRECIATION	
At beginning of year	3,653
At end of year	<u>3,653</u>
NET BOOK VALUES	
At end of year	<u>—</u>
At beginning of year	<u>—</u>

**SOUTHWARK CHILDREN'S FOUNDATION
LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2004**

6. OTHER DEBTORS

	2004 Total £	2003 Total £
Other debtors	518	—
	<hr/> 518	<hr/> —

7. CREDITORS – DUE WITHIN ONE YEAR

	2004 Total £	2003 Total £
Other creditors	766	795
	<hr/> 766	<hr/> 795

8. GIFTS IN KIND

The Charity's administrative office was provided rent-free by Eveline Lowe Primary School on an informal basis.

The Brass Band meeting place is provided rent-free by Eveline Lowe Primary School on an informal short-term basis. The Premises Officer, Alan Penney gives his time as a gift in kind for which we are very grateful.

All officers of the Charity are volunteers.

9. LIMITATION OF LIABILITY OF MEMBERS

The company's liabilities are guaranteed to the extent of £1 each by the members of the company, or past members of the last year. The members are the Directors and Trustees of the company listed on page 1.