

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Trustees' report and financial statements

for the year ended 31st March 2018

Charity number: 1070010

Company number: 03529733



robinson+co

Chartered Accountants

Workington

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Contents

	Page
Trustees' report	1 - 4
Independent examiners' report	5
Statement of financial activities	6
Balance sheet	7 - 8
Cash flow statement	9
Notes to the financial statements	10 - 21

ACCOMMODATION DEPOSIT GUARANTEE SCHEME (CUMBRIA)

TRUSTEES' ANNUAL REPORT

for the year ended 31st March 2018

The trustees, who are the directors of the company for the purposes of company law, present their report and the financial statements for the year ended 31st March 2018. The financial statements comply with current statutory requirements, the memorandum and articles of association and the Statement of Recommended Practice – Accounting and Reporting by Charities.

Accommodation Deposit Guarantee Scheme (Cumbria) is constituted as a company limited by guarantee and is a registered charity number 1070010. The address is Tangier Buildings, Greggs Lane, Whitehaven, Cumbria CA28 7UH.

The company is governed by its Memorandum and Articles of Association.

The charity trustees (directors) of the company during the year were:-

P C Ditchfield	Treasurer
C J Hale	
G A Forster-Faircloth	
L Clark	
S Hewitson	

Secretary	G Bell
------------------	--------

Advisers

Accountants	robinson+co Chartered Accountants Oxford Chambers New Oxford Street Workington Cumbria CA14 2LR
--------------------	---

Bankers	CCLA Investment Management Limited 80 Cheapside London EC2V 6DZ
----------------	--

	Unity Trust Bank plc Nine Brindleyplace 4 Oozells Square Birmingham B1 2HB
--	--

ACCOMMODATION DEPOSIT GUARANTEE SCHEME (CUMBRIA)

TRUSTEES' ANNUAL REPORT

for the year ended 31st March 2018

Objects and Activities

Aims

DiGS provides a free service to non-statutory homeless, people at risk of homelessness and inadequately housed people, assisting them to secure and sustain, suitable good quality private rented accommodation in Cumbria by underwriting the security deposits required by private landlords.

We do this by offering a guarantee against damage or loss to the property or furnishings (other than fair wear and tear) to private landlords. Prospective tenants must be in housing need, have insufficient means to pay a deposit themselves and have a local connection.

We work in partnership with other agencies to ensure the best use of available resources and to ensure value for money. The scheme is accessed via a large network of referral agencies made up of statutory and voluntary agencies throughout the county.

Recruitment and appointment of trustees

The number of trustees shall not be less than three but is not subject to any maximum. Trustees are appointed either by the recommendation of existing trustees or by area committee. The organisation endeavours to maintain a board of trustees with a skill base relevant to the company's objects and aims.

Activities in 2017/18

A decade of underinvestment by the UK Government in its local authorities in general but our 6 Cumbrian local authorities in particular have resulted in an inability of 4 of those authorities to be able to fund our organisation despite many years of financial support. We are grateful that they have been able to fund us for quite so long despite many other charitable organisations being long unsupported and hope to provide our services to the Cumbrian community for as long as we are able.

During the year Barrow Borough Council and South Lakeland District Council continued to support the scheme financially. Unfortunately the outlook doesn't look good for these remaining two and reductions in their core funding will force them to surely follow suit and withdraw their funding unless there is a change in their way that local government is funded.

This year as expected we have needed to dip into our reserves in order for us to continue to provide our services to those who, more than ever, still need help securing private rented accommodation.

We continue to administer the scheme with a staff of only two, one of whom is still only part time.

444 deposits were guaranteed during 2017/18 amounting to £163,718. Barrow remains far and away the greatest user of the scheme and accounts for 64.3% of our activity. The breakdown of deposit guarantees by area is detailed below.

Breakdown of deposits guaranteed during the year by area

Area	Number of Guarantees	Value of Guarantees
Allerdale	1	£320
Barrow	295	£105,262
Carlisle	109	£41,223
Copeland	2	£800
South Lakeland	37	£16,113
TOTAL	444	£163,718

ACCOMMODATION DEPOSIT GUARANTEE SCHEME (CUMBRIA)**TRUSTEES' ANNUAL REPORT****for the year ended 31st March 2018****Public benefit**

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives they have set.

Key management personnel

The trustees consider the Board of Trustees and the Manager as comprising the key management personnel of the charity, in charge of directing and controlling the charity and running the operation of the charity on a day to day basis.

All trustees give of their time freely and no remuneration was paid in the year.

The pay of the charity's Manager is reviewed annually and assessed in accordance with average earnings. The remuneration is also benchmarked with charities of a similar size and activity to ensure that the remuneration set is fair and not out of line with that generally paid for similar roles.

Risk Management

The trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

Review of the Transactions and Financial Position of the Charity

The accompanying Statement of Financial Activities, Balance Sheet, Cash Flow Statement and Notes on pages 6 to 21 disclose the financial details of the year ended 31st March 2018.

Funds and Reserves

The charity had funds of £75,252 (2017: £76,339) on endowment funds, £11,273 (2017: £13,529) on restricted funds and £106,597 (2017: £133,816) on general unrestricted funds at 31st March 2018. It is the policy of the charity to attempt to maintain unrestricted general funds, which are the free reserves of the charity at a level which equates to approximately 12 months unrestricted expenditure. At this level, the trustees feel that they would be able to continue the current activities of the charity in the event of a significant drop in funding.

ACCOMMODATION DEPOSIT GUARANTEE SCHEME (CUMBRIA)**TRUSTEES' ANNUAL REPORT****for the year ended 31st March 2018****Responsibilities of the trustees**

The trustees (who are also directors of Accommodation Deposit Guarantee Scheme (Cumbria) for the purpose of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the trustees to prepare financial statements that give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 accounts on the going concern basis unless it is inappropriate to presume that the charitable company 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 charitable company and which enable them to ensure that the accounts comply with the Companies Act 2006 so far as applicable to the company. 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.

Small Company Exemptions

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Tangier Buildings
Greggs Lane
Whitehaven
CA28 7UH

On behalf of the board

S Hewitson

S Hewitson
Trustee

13th December 2018

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Independent examiner's report to the trustees on the unaudited financial statements of Accommodation Deposit Guarantee Scheme (Cumbria).

I report on the accounts of Accommodation Deposit Guarantee Scheme (Cumbria) for the year ended 31st March 2018 set out on pages 6 to 21.

Respective responsibilities of trustees and independent examiner

The charity's trustees (who are also the directors of the company for 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 of the Charities Act 2011 (the Charities Act), and that an independent examination is needed. It is my responsibility to examine the accounts under section 145 of the Charities Act, as amended; to follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the Charities Act, and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

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:

- (i) which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep proper 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 Charitieshave not been met; or
- (ii) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



.....
J Spires FCA DChA

Independent examiner
robinson+co, Chartered Accountants
Oxford Chambers
New Oxford Street
Workington
CA14 2LR

13th December 2018

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Statement of financial activities (incorporating the income and expenditure account)

For the year ended 31st March 2018

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	2018 Total £	2017 Total £
Income						
Donations and legacies	3	24,000	6,000	-	30,000	56,960
Investment income	4	158	2,905	-	3,063	3,036
Total income		<u>24,158</u>	<u>8,905</u>	<u>-</u>	<u>33,063</u>	<u>59,996</u>
Expenditure						
Charitable activities	5	<u>51,377</u>	<u>11,161</u>	<u>-</u>	<u>62,538</u>	<u>60,041</u>
Total expenditure		<u>51,377</u>	<u>11,161</u>	<u>-</u>	<u>62,538</u>	<u>60,041</u>
Net income/(expenditure) before gains and losses on investments		27,219	(2,256)	-	(29,475)	(45)
Net gains/(losses) on investments	14	-	-	(1,087)	(1,087)	8,559
Net income/(expenditure) and Net movement in funds		(27,219)	(2,256)	(1,087)	(30,562)	8,514
Total funds brought forward		<u>133,816</u>	<u>13,529</u>	<u>76,339</u>	<u>223,684</u>	<u>215,168</u>
Total funds carried forward		<u>106,597</u>	<u>11,273</u>	<u>75,252</u>	<u>193,122</u>	<u>223,682</u>

The statement of financial activities includes all gains and losses in the year and therefore a separate statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 10 to 21 form an integral part of these financial statements.

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Balance sheet
as at 31st March 2018

	Notes	£	2018 £	£	2017 £
Fixed assets					
Tangible assets	13		95		191
Investments	14		75,252		76,339
			<u>75,347</u>		<u>76,530</u>
Current assets					
Debtors	15	946		9,068	
Cash at bank and in hand		124,303		143,867	
		<u>125,249</u>		<u>152,935</u>	
Creditors: amounts falling due within one year	16	(7,474)		(5,781)	
Net current assets			<u>117,775</u>		<u>147,154</u>
Net assets			<u>193,122</u>		<u>223,684</u>
Funds	18				
Endowment funds			75,252		76,339
Restricted income funds			11,273		13,529
Unrestricted income funds			106,597		133,816
Total funds			<u>193,122</u>		<u>223,684</u>

The Balance Sheet continues on the following page.

The notes on pages 10 to 21 form an integral part of these financial statements.

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Balance sheet (continued)

Trustees' statements required by the Companies Act 2006
for the year ended 31st March 2018

In approving these financial statements as trustees of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by section 477 of the Companies Act 2006 ;

(b) that no notice has been deposited at the registered office of the company pursuant to section 476 of the Companies Act 2006 requesting that an audit be conducted for the year ended 31st March 2018.

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps proper accounting records which comply with section 386 of the Companies Act 2006, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of sections 394 and 395, and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies .

The financial statements were approved by the board on 13th December 2018 and signed on its behalf by

S Hewitson

S Hewitson
Trustee

Registration number 03529733

The notes on pages 10 to 21 form an integral part of these financial statements.

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Cash flow statement
for the year ended 31st March 2018

	Notes	2018 £	2017 £
Net cash (used in)/provided by operating activities	23	(23,270)	16,163
Cash flows from investing activities			
Interest and dividends		3,063	3,036
Purchase of tangible fixed assets		-	(134)
Net cash provided by investing activities		<u>3,063</u>	<u>2,902</u>
Change in cash and cash equivalents in the year		(20,207)	19,065
Cash and cash equivalents brought forward		<u>143,867</u>	<u>124,802</u>
Cash and cash equivalents carried forward		<u><u>123,660</u></u>	<u><u>143,867</u></u>

The notes on pages 10 to 21 form an integral part of these financial statements.

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Notes to financial statements
for the year ended 31st March 2018

1. Accounting policies

The principal accounting policies adopted, judgments and key sources of estimation uncertainty in the preparation of the financial statements are summarised below.

1.1. Basis of accounting

The financial statements are prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by 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 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The company constitutes a public benefit entity as defined by FRS 102.

The trustees consider that there are currently no material uncertainties about the charity's ability to continue as a going concern.

The presentational currency of the company is UK sterling.

1.2. Income

All income is included in the statement of financial activities once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of donations and gifts and is included in full in the Statement of Financial Activities when receivable. Income or grants received in advance are held in deferred income. Any grants restricted to future accounting periods are deferred and recognised in those accounting periods. Gifts donated for resale are included as income when they are sold. Donated assets are included at the value to the charity where this can be quantified and a third party is bearing the cost. The value of services provided by volunteers has not been included.

Income from investments is included in the year in which it is receivable.

1.3. Expenditure

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 necessary to support them.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include costs allocated with meeting the constitutional and statutory requirements of the charity including accountancy fees and costs linked to the strategic management of the charity.

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Notes to financial statements
for the year ended 31st March 2018

1.4. Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment - 25% straight line

1.5. Investments

Investments held as fixed assets are revalued at mid-market value at the balance sheet date and the gain or loss taken to the statement of financial activities.

1.6. Defined contribution pension schemes

The pension costs charged in the financial statements represent the contribution payable by the charity during the year.

1.7. Fund accounting

General funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Designated funds are unrestricted funds earmarked for a particular project.

Restricted funds are funds subject to specific restrictive conditions imposed by the funders.

Any donations which are required to be retained as capital in accordance with the donor's wishes are accounted for as endowment funds, being permanent or expendable according to the nature of the restriction.

All income and expenditure is shown in the Statement of Financial Activities.

1.8. Taxation

As a registered charity the company is not liable to corporation tax and, consequently, no provision for such tax is included in the accounts.

1.9. Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Notes to financial statements
for the year ended 31st March 2018

2 Statutory information

Accommodation Deposit Guarantee Scheme (Cumbria) is a private company, limited by guarantee, domiciled in England and Wales, registration number 03529733. The registered office is Tangier Buildings, Gregg Lane, Whitehaven, Cumbria, CA28 7UH. The company is a registered charity, number 1070010.

3. Donations and legacies

	Unrestricted funds £	Restricted funds £	2018 Total £	2017 Total £
South Lakeland District Council	4,000	1,000	5,000	5,737
Barrow Borough Council	20,000	5,000	25,000	32,711
Carlisle City Council	-	-	-	18,512
	<u>24,000</u>	<u>6,000</u>	<u>30,000</u>	<u>56,960</u>

In 2017 of the income from donations and legacies £11,391 was attributable to restricted income funds, with the balance of £45,569 being attributable to unrestricted income funds.

4. Investment income

	Unrestricted funds £	Restricted funds £	2018 Total £	2017 Total £
Bank interest receivable	158	83	242	381
Other investment income	-	2,822	2,822	2,655
	<u>158</u>	<u>2,905</u>	<u>3,064</u>	<u>3,036</u>

In 2017 of the investment income £2,779 was attributable to restricted income funds, with the balance of £257 being attributable to unrestricted income funds.

5. Costs of charitable activities - by fund type

	Unrestricted funds £	Restricted funds £	2018 Total £	2017 Total £
Provision of deposit guarantees	51,377	11,161	62,538	60,039
	<u>51,377</u>	<u>11,161</u>	<u>62,538</u>	<u>60,039</u>

In 2017 of the costs of charitable activities, £9,720 were attributable to restricted funds, with the balance of £50,319 being unrestricted.

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Notes to financial statements
for the year ended 31st March 2018

6. Costs of charitable activities - by activity

	Activities undertaken directly £	Support costs £	2018 Total £	2017 Total £
Provision of deposit guarantees	61,012	1,526	62,538	60,039
	<u>61,012</u>	<u>1,526</u>	<u>62,538</u>	<u>60,039</u>

7. Analysis of support costs

	Provision of deposit guarantees £	2018 Total £	2017 Total £
Accountancy charges	1,182	1,182	1,212
Other professional fees	200	200	80
Bank charges and interest	144	144	108
	<u>1,526</u>	<u>1,526</u>	<u>1,400</u>

8. Net outgoing resources for the year

	2018 £	2017 £
Net outgoing resources is stated after charging:		
Depreciation and other amounts written off tangible fixed assets	<u>96</u>	<u>97</u>

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Notes to financial statements
for the year ended 31st March 2018

9. Employees

Employment costs	2018	2017
	£	£
Wages and salaries	38,948	38,948
Social security costs	3,123	3,136
Pension costs	2,686	2,686
	<u>44,757</u>	<u>44,770</u>

No employee received emoluments of more than £60,000 (2017 : None).

Number of employees

The average monthly numbers of employees (including the trustees) during the year, was as follows:

	2018	2017
	Number	Number
Staff	<u>2</u>	<u>2</u>

The key management personnel of the charity is comprised of the trustees and Manager. The total employment benefits including employer pension contributions of the key management personnel were £31,775 (2017: £31,775).

Trustees are not remunerated. No expenses were paid to trustees during the year (31st March 2017 : None).

11. Pension costs

The company operates a defined contribution pension scheme in respect of its employees. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £2,686 (2017 - £2,686).

12. Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Notes to financial statements
for the year ended 31st March 2018

13. Tangible fixed assets	Fixtures, fittings and equipment £	Total £
Cost		
At 1st April 2017 and		
At 31st March 2018	6,340	6,340
Depreciation		
At 1st April 2017	6,149	6,149
Charge for the year	96	96
At 31st March 2018	6,245	6,245
Net book values		
At 31st March 2018	95	95
At 31st March 2017	191	191
14. Fixed asset investments	Other unlisted investments £	Total £
Valuation		
At 1st April 2017	76,339	76,339
Revaluations	(1,087)	(1,087)
At 31st March 2018	75,252	75,252
Historical cost as at 31st March 2018	55,000	55,000
All fixed asset investments are held within the United Kingdom.		
15. Debtors	2018 £	2017 £
Other debtors	39	8,113
Prepayments and accrued income	907	955
	946	9,068

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Notes to financial statements
for the year ended 31st March 2018

16. Creditors: amounts falling due within one year

	2018	2017
	£	£
Bank overdraft	643	-
Other creditors	5,446	4,512
Accruals and deferred income	1,385	1,269
	<u>7,474</u>	<u>5,781</u>

17. Financial instruments

The carrying amount for each category of financial instrument is as follows:

	2018	2017
	£	£
Financial assets that are debt instruments measured at amortised cost		
Other debtors	39	8,113
	<u>39</u>	<u>8,113</u>
Financial liabilities measured at amortised cost		
Other creditors	5,446	4,512
Accruals	1,385	1,269
	<u>6,831</u>	<u>5,781</u>

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Notes to financial statements
for the year ended 31st March 2018

18. Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Fund balances at 31st March 2018 as represented by:				
Tangible fixed assets	95	-	-	95
Investment assets	-	-	75,252	75,252
Current assets	113,333	11,916	-	125,249
Current liabilities	(6,831)	(643)	-	(7,474)
	<u>106,597</u>	<u>11,273</u>	<u>75,252</u>	<u>193,122</u>
Fund balances at 31st March 2017 as represented by:				
Tangible fixed assets	191	-	-	191
Investment assets	-	-	76,339	76,339
Current assets	139,406	13,529	-	152,935
Current liabilities	(5,781)	-	-	(5,781)
	<u>133,816</u>	<u>13,529</u>	<u>76,339</u>	<u>223,684</u>

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Notes to financial statements
for the year ended 31st March 2018

19. Analysis of movements in unrestricted funds

	At 1 April 2017 £	Incoming resources £	Outgoing resources £	At 31 March 2018 £
General funds	<u>133,816</u>	<u>24,158</u>	<u>(51,377)</u>	<u>106,597</u>

Analysis of movements in unrestricted funds - previous year

	At 1 April 2016 £	Incoming resources £	Outgoing resources £	At 31 March 2017 £
General funds	<u>138,309</u>	<u>45,826</u>	<u>(50,319)</u>	<u>133,816</u>
	<u>138,309</u>	<u>45,826</u>	<u>(50,319)</u>	<u>133,816</u>

Purposes of unrestricted funds

The charity's unrestricted funds can be used, with the approval of the trustees, to fund any expenditure which falls within the charity's general aims and objectives.

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Notes to financial statements
for the year ended 31st March 2018

20. Analysis of movements in restricted funds

	At 1 April 2017 £	Incoming resources £	Outgoing resources £	At 31 March 2018 £
Bond funds	13,529	8,905	(11,161)	11,273

Analysis of movements in restricted funds - previous year

	At 1 April 2016 £	Incoming resources £	Outgoing resources £	At 31 March 2017 £
Bond funds	9,079	14,170	(9,720)	13,529
	9,079	14,170	(9,720)	13,529

Purposes of restricted funds

The Bond fund restricted fund relates to monies raised by local area committees for their own bond funds to provide deposit guarantees and rents in advance within their own specific geographical boundaries and are not available for day to day running expenses of the organisation.

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Notes to financial statements
for the year ended 31st March 2018

21. Analysis of movements in endowment funds

	At 1 April 2017 £	Gains and losses £	At 31 March 2018 £
Lankelly Chase endowment	76,339	(1,087)	75,252

Analysis of movements in endowment funds - previous year

	At 1 April 2016 £	Gains and losses £	At 31 March 2017 £
Lankelly Chase endowment	67,780	8,559	76,339
	<u>67,780</u>	<u>8,559</u>	<u>76,339</u>

Purposes of endowment funds

Lankelly Chase endowment - this endowment fund has been established to provide income sufficient to support the accommodation deposit guarantee scheme.

The fund is primarily intended as a permanent endowment and is not to be used directly to meet claims on the scheme.

22. Contingent liabilities

At 31 March 2018 the company had provided accommodation deposit guarantees amounting to £75,635 (2017 - £79,119).

23. Reconciliation of net movement in funds to net cash flow from operating activities

	2018 £	2017 £
Net movement in funds	(30,562)	8,516
Add back depreciation charge	96	97
Deduct interest and dividend income shown in investing activities	(3,063)	(3,036)
Deduct gains/add back losses on investments	1,087	(8,559)
(Increase)/decrease in debtors	8,122	21,646
(Decrease)/increase in creditors	1,050	(2,501)
Net cash (used in)/provided by operating activities	<u>(23,270)</u>	<u>16,163</u>

Accommodation Deposit Guarantee Scheme (Cumbria)
(A company limited by guarantee)

Notes to financial statements
for the year ended 31st March 2018

24. Analysis of changes in net funds

	Opening balance	Cash flows	Closing balance
	£	£	£
Cash at bank and in hand	143,867	(19,564)	124,303
Overdrafts	-	(643)	(643)
	<u>143,867</u>	<u>(20,207)</u>	<u>123,660</u>
Net funds	<u>143,867</u>	<u>(20,207)</u>	<u>123,660</u>

25. Company limited by guarantee

Accommodation Deposit Guarantee Scheme (Cumbria) is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.