

RAINBOW TRUST CHILDREN'S CHARITY
(Company limited by guarantee)
REPORT AND CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2009

Company number 3585123
Charity number 1070532



RAINBOW TRUST CHILDREN'S CHARITY
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2009

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RAINBOW TRUST CHILDREN'S CHARITY

REPORT AND FINANCIAL STATEMENTS

TRUSTEES REPORT

The Trustees, who are also the directors, present their report together with the financial statements for the year ended 30 June 2009

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees	The Hon Richard Stanley (Chairman) Dr Simon Meller (Vice-Chairman) Mr Timothy Bunting Mr Dennis Cleary(resigned 22 April 2009) Mr Bernard Farrell Mrs Bernice Lovell-Clark Ms Geraldine Peacock CBE Dr Jonathan Rabbs Mr Mark Richardson (appointed 22 July 2009) Mr Michael Wainwright
Chief Executive	Mrs Heather Wood
Secretary	Mr Adrian Radford
Principal Address	6 Cleeve Court Cleeve Road Leatherhead KT22 7UD
Independent Auditors	haysmacintyre Fairfax House 15 Fulwood Place London WC1V 6AY
Solicitors	Farrer & Co 66 Lincoln's Inn Fields London WC2A 3LH
Bankers	Coutts & Co 440 Strand London WC2R 0QS Cafcash Ltd Kings Hill West Malling Kent ME19 4TA
Company number	3585123
Charity number	1070532

RAINBOW TRUST CHILDREN'S CHARITY

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 30TH JUNE 2009

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Rainbow Trust Children's Charity is a registered charity (Number 1070532), incorporated under the Companies Acts, being a company limited by guarantee having no share capital (Number 3585123)

Governance Structure

The Trustee Board meets on a quarterly basis. There are four Sub Committees of the board – Audit, Care, Finance and Fundraising. Each of the Committees includes Trustees, Chief Executive and other members of Senior Management as appropriate. Rainbow Trust has a Scheme of Delegation which sets out those responsibilities which are delegated to Senior Management.

Internal Control

The systems of internal control are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. They include:

- A business plan and an annual budget approved by the trustees
- Regular review of the financial results of the charity including explanation of variances from budget
- Delegation of authority
- Segregation of duties
- Identification and management of risks

Risk Review

The Trustees sought professional guidance and considered major risks within the charity. A formal risk management process to assess risks and implement strategies is in place. This identifies the types of risks the charity faces, prioritises them in terms of likelihood of occurrence and potential impact, and identifies the means of mitigating these risks. The Trustees confirm that controls are in place to mitigate, as far as possible, the major risks to which the charity is exposed.

Recruitment, Appointment, Induction and Training of Trustees

The composition of the Trustee Board is under regular review. Trustees are recruited by word of mouth. Applicants are provided with an information pack which includes a history of the organisation and details of the governing document, finances, activities and objectives together with the role and responsibilities of a trustee. Successful applicants are appointed by the Board and ratified by the Members at the Annual General Meeting.

The induction process includes meetings with other Trustees, Chief Executive and members of the Senior Management Team and family support services.

Rainbow Trust has Fundraising Events and a conference during the year which gives opportunities for Trustees to meet Funders and supporters.

Trustees are circulated training opportunities on a regular basis which include updates on changes in legislation affecting the charity.

OBJECTIVES AND ACTIVITIES

Overall objectives

The objects of the charitable company, as defined in the Memorandum of Association are, (1) to relieve pain and suffering among chronically or terminally ill children (2) to relieve despair among the families of chronically or terminally ill children and among bereaved families of those children, and (3) to advance the education of the public particularly among nurses in the care of sick children.

RAINBOW TRUST CHILDREN'S CHARITY

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 30TH JUNE 2009

OBJECTIVES AND ACTIVITIES (continued)

Overall objectives(continued)

Rainbow Trust provides practical and emotional support to families when a child has a life threatening or terminal illness. We work with approximately 1000 families each year and are fundraising to support more families in the future.

Rainbow Trust's Family Support Workers join the family in their own home and are there to provide whatever practical and emotional support is needed. Their duties include attending hospital appointments with parents, sitting by the bedside of the sick child to give parents a break and taking worried siblings out for the day.

Families can be referred to Rainbow Trust by anyone who knows about our service or families may self refer. If we work in their geographical area and they meet our eligibility criteria a manager will visit the family, assess their needs and level of support required.

Rainbow Trust supports families for as long as they need us - from diagnosis, through treatment and bereavement and beyond as appropriate.

PUBLIC BENEFIT

The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2006 to have due regard to the public benefit guidance published by the Charity Commission in determining the activities undertaken by the charity.

REPORT ON ACTIVITIES FOR THE YEAR ENDED 30 JUNE 2009

The report on Rainbow Trust's activities both within care and fundraising are set out in our Impact Report 2008/9. Rainbow Trust's vision continues to be to grow income to increase service delivery so we can reach more families who have a child with a life threatening illness. We brought together strategies from all sections of the organisation, (fundraising, finance, service delivery, communications and HR) to produce a comprehensive three year strategy providing us a focused approach to development over the coming years.

The main objectives of the strategy are,

- to develop voluntary income by an average of 13% per year over the next three years and plan for an increase in service delivery,
- to develop sources of income from statutory sources,
- to develop partnership working with other agencies and/or charities, and
- to identify a recognised model of Rainbow care and contribute to a recognised standard of care within the field of children's palliative care.

At the end of this year, the second year of the strategy we had

- increased our voluntary income by 18% over two years
- generated £99,486 from statutory income over two years
- development of care partnerships with other organisations continues to develop

RAINBOW TRUST CHILDREN'S CHARITY

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 30TH JUNE 2009

FINANCIAL REVIEW

Review of results for the year

The results for the charity for the year ended 30 June 2009 are set out in pages 9 to 20. The results for the year were in line with forecast and Trustees consider these satisfactory.

Reserves policy

The Trustees have reviewed the charity's reserves policy. The charity has drawn up a three year strategy and as part of the implementation of that strategy and a review of the charity's requirements over the next three years the trustees agreed that the policy be set at 4 months reserves. At 30 June 2009 readily realisable reserves represented approximately 3 months operating costs and the Trustees will seek to improve this over the coming year. Designated funds are amounts that have been set aside at the discretion of the Board of Trustees. Currently the designated fund relates only to amounts tied up in fixed assets and are excluded from readily realisable reserves.

Restricted funds are funds subject to specific restricted conditions imposed by the donors.

Investment policy, powers and performance

The Trustees consider it desirable to build up a long-term investment portfolio. Investment managers have a brief to maximise total return over the long term with due regard to risk. During the year the Charity the value of investments has decreased from £499,119 to £447,275. This reduction was due to fall in worldwide stockmarkets. Income from investments and short term deposits was £25,718.

FUTURE PLANS

Following the Independent Care Review of Children's Palliative Care Services in May 2007 the Trustees and senior management have been reviewing the future development of Rainbow Trust's services.

One of Rainbow's aims is to provide a high level of support to as many families as possible. A comprehensive review has been carried out to determine the cost of Rainbow's services and the number of families accessing each of these services. The Trustees considered how Rainbow can reach more families using its limited financial resources. Almost all of Rainbow's income comes from voluntary donations.

As a result of this review the Trustees have concluded that the £600,000 a year spent on the two respite homes would be used more effectively by providing increased support in the community to more families. Accordingly the two respite homes will be closed towards the end of 2009 and the realised funds will be directed to supporting more families within their homes. Additional Family Support Workers will be recruited to work with families with effect from January 2010 and several staff from the respite homes will be offered redeployment to these posts. It is also our intention to further develop certain specialisms of elements of the services including bereavement, sibling and transition work. The Trustees have approved a three year expansion programme of Family Support Workers to ensure approximately 300 new families will receive support. The additional posts will be spread across the current teams with a new team to be established in north west London from January 2010, increasing capacity where demand constantly exceeds our current resources.

The properties will be sold and the funds used to implement the continuing expansion programme and restore the reserves level to the four months basis the Trustees have identified as an acceptable level of realisable reserves.

RAINBOW TRUST CHILDREN'S CHARITY

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 30TH JUNE 2009

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees, who are also the director for the purposes of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with 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 company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and accounting estimates that are reasonable and prudent, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

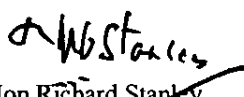
So far as each of the trustees is aware at the time the report is approved

- there is no relevant audit information of which the company's auditors are unaware, and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information

AUDITORS

haysmacintyre have expressed their willingness to continue in office and offer themselves for re-appointment

SIGNED ON BEHALF OF THE TRUSTEES


The Hon Richard Stanley
Chairman

21 October 2009

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF

RAINBOW TRUST CHILDREN'S CHARITY

We have audited the financial statements of Rainbow Trust Children's Charity for the year ended 30 June 2009 which comprise the consolidated Statement of Financial Activities, the Charity and Group Balance Sheets, and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charity's trustees, as a body, in accordance with the regulations made under the Charities Act 1993. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As described in the Statement of Trustees' Responsibilities the charity's trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view.

The trustees have elected for the financial statements to be audited in accordance with the Charities Act 1993 rather than the Companies Act 2006. Accordingly, we have been appointed as auditors under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 2006. We also report to you if, in our opinion, the Trustees' Report is not consistent with the financial statements, if the charity has not kept adequate accounting records, if the charity's financial statements are not in agreement with the accounting records and returns or if we have not received all the information and explanations we require for our audit.

We read the Trustees' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

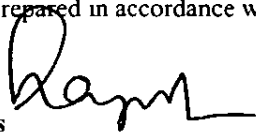
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the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

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

Opinion

In our opinion the financial statements

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charity's and group's affairs as at 30 June 2009 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended, and
- have been properly prepared in accordance with the Companies Act 2006.


haysmacintyre
Chartered Accountants
Statutory Auditors
Fairfax House
15 Fulwood Place
London WC1V 6AY

21 October 2009

RAINBOW TRUST CHILDREN'S CHARITY

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30TH JUNE 2009

	Notes	General Fund £	Designated Funds £	Restricted Funds £	Total Funds 2009 £	Total Funds 2008 £
Incoming Resources						
Incoming resources from generated funds						
Voluntary Income						
Grants & Donations		2,474,357	-	328,264	2,802,621	2,693,155
Legacies		32,828	-	177,992	210,820	110,231
Activities to generate funds						
Income from commercial operations	4	93,401	-	-	93,401	88,611
Income from fundraising activities		564,643	-	-	564,643	593,091
Statutory income	3	13,812		45,000	58,812	40,674
Investment income	2	25,009	-	709	25,718	38,232
Total incoming resources		3,204,050	-	551,965	3,756,015	3,563,994
Resources Expended						
Cost of generating funds						
Voluntary income						
Donations and grants		620,231	-	-	620,231	557,417
Costs of commercial operations	5	28,482	-	-	28,482	31,361
Costs of fundraising activities	5	343,626	-	-	343,626	331,248
Donor acquisition costs		101,941			101,941	80,801
Total cost of generating funds		1,094,280	-	-	1,094,280	1,000,827
Net incoming resources available for charitable activities		2,109,770	-	551,965	2,661,735	2,563,167
Charitable activities						
Respite and domiciliary carer services		2,103,267	-	717,661	2,820,928	2,528,045
Governance costs		25,881	-	-	25,881	19,905
Total charitable activities and governance resources expended	5	2,129,148	-	717,661	2,846,809	2,547,950
Net (outgoing)/incoming resources before transfers		(19,378)	-	(165,696)	(185,074)	15,217

RAINBOW TRUST CHILDREN'S CHARITY

STATEMENT OF FINANCIAL ACTIVITIES (continued)

FOR THE YEAR ENDED 30TH JUNE 2009

	Notes	General Fund £	Designated Funds £	Restricted Funds £	Total Funds 2009 £	Total Funds 2008 £
Net (outgoing)/incoming						
resources before transfers		(19,378)	-	(165,696)	(185,074)	15,217
Transfers between funds	13	20,933	(20,933)	-	-	-
Gains on investment assets						
Realised losses		(9,140)	-	-	(9,140)	(1,339)
Unrealised losses		(41,724)	-	-	(41,724)	(93,028)
Net movement in funds		(49,309)	(20,933)	(165,696)	(235,938)	(79,150)
Fund balance brought forward At 1st July 2008		748,355	634,490	455,014	1,837,859	1,917,009
Fund balance carried forward At 30th June 2009		<u>699,046</u>	<u>613,557</u>	<u>289,318</u>	<u>1,601,921</u>	<u>£1,837,859</u>

- All transactions during the year are derived from continuing activities
- All recognised gains and losses are included in the statement of financial activities

RAINBOW TRUST CHILDREN'S CHARITY

CONSOLIDATED BALANCE SHEET

AT 30TH JUNE 2009

	Notes	£	2009	£	£	2008	£
FIXED ASSETS							
Tangible assets	9			757,506			818,534
Investments	10			447,275			499,119
				<u>1,204,781</u>			<u>1,317,653</u>
CURRENT ASSETS							
Stocks			2,827			3,981	
Debtors	11		406,664			315,484	
Short term deposit			104,539			196,942	
Cash at bank and in hand			145,830			326,203	
			<u>659,860</u>			<u>842,610</u>	
CREDITORS: amounts falling due within one year	12		<u>(262,720)</u>			<u>(322,404)</u>	
NET CURRENT ASSETS				397,140			520,206
NET ASSETS				<u>£1,601,921</u>			<u>£1,837,859</u>
FUNDS							
Restricted funds	14			289,318			455,014
Unrestricted funds							
Designated Funds	13			613,557			634,490
General Fund	15			699,046			748,355
TOTAL FUNDS				<u>£1,601,921</u>			<u>£1,837,859</u>

For the year ended 30 June 2009 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies and the members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476. The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts. Notwithstanding the exemption from audit under section 477 of the Companies Act 2006, an audit is still required in accordance with section 43 of the Charities Act 1993.

Approved by the Trustees and signed on its behalf on 21 October 2009

CHAIRMAN Hon Richard Stanley

TRUSTEE Timothy Bunting

RAINBOW TRUST CHILDREN'S CHARITY

BALANCE SHEET

AT 30TH JUNE 2009

	Notes	£	2009	£	£	2008	£
FIXED ASSETS							
Tangible assets	9			757,506			818,534
Investments	10			447,375			499,219
				<u>1,204,881</u>			<u>1,317,753</u>
CURRENT ASSETS							
Stock			2,596			-	
Debtors	11		405,936			315,484	
Short term deposits			104,539			196,942	
Cash at bank and in hand			137,649			317,998	
			<u>650,720</u>			<u>830,424</u>	
CREDITORS: amounts falling due within one year	12		<u>(258,591)</u>			<u>(315,234)</u>	
NET CURRENT ASSETS				392,129			515,190
NET ASSETS				<u>£1,597,010</u>			<u>£1,832,943</u>
FUNDS							
Restricted funds	14			289,318			455,014
Unrestricted funds							
Designated funds	13			612,144			634,490
General fund				695,548			743,439
TOTAL FUNDS				<u>£1,597,010</u>			<u>£1,832,943</u>

For the year ended 30 June 2009 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies and the members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476. The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts. Notwithstanding the exemption from audit under section 477 of the Companies Act 2006, an audit is still required in accordance with section 43 of the Charities Act 1993.

Approved by the Trustees and signed on their behalf on 21 October 2009

CHAIRMAN The Hon Richard Stanley

TRUSTEE Timothy Bunting

RAINBOW TRUST CHILDREN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30TH JUNE 2009

1. ACCOUNTING POLICIES

Basis of Accounting

The financial statements are prepared under the historical cost basis, modified by the revaluation of investments and in accordance with the Statement of Recommended Practice *Accounting and Reporting by Charities* (SORP 2005), the Companies Act 1985 and with applicable accounting standards

Fund Accounting

Unrestricted funds comprise accumulated surpluses and deficits on general funds. They are available for use at the discretion of the Board of Trustees in furtherance of the general charitable objectives

Designated funds are amounts that have been set aside at the discretion of the Board of Trustees

Restricted funds are funds subject to specific restricted conditions imposed by the donors

Incoming Resources

Incoming resources represents the total income receivable during the year comprising donations, income from fundraising activities and investment income

Grants

Grant income is recognised in the accounting period to which it relates

Resources Expended

The costs of respite and domiciliary care, fundraising and promotional publicity and of administration comprise expenditure, including staff costs, directly attributable to the activity. Where costs cannot be directly attributed they have been allocated to activities on a cost basis

Central overheads are allocated to operational and fundraising functions on the basis of their use of central support services with the aim of ensuring that those costs remaining within administration relate to the management of the charity's assets, organisational administration and compliance with constitutional and statutory requirements

Depreciation

Depreciation is calculated to write-off the cost of fixed assets over their estimated useful lives on the following basis -

Freehold property (excluding land)	2% on cost
Short leasehold property	Over period of lease
Hydrotherapy pool	10%-20% on cost
Freehold improvements	2% on cost
Furniture and equipment	20% on net book value
Motor vehicles	25% on net book value
Computer equipment	33% on net book value

Income tax

Income tax recoverable on gift aid is accounted for on a receivable basis

Basis of consolidation

The group financial statements consolidate the financial statements of Rainbow Trust Children's Charity and its subsidiary, Rainbow Trust Trading Limited. No separate Statement of Financial Activities is presented for the charity, which had a net movement in funds of £235,933 as provided by section 230 of the Companies Act 1985

Donated assets

Where the charity has been donated assets or gifts in kind and where it is possible to quantify the value then this is reflected in the statement of financial activities

Legacies

Income from legacies is only included when there is certainty of the amount to be received

RAINBOW TRUST CHILDREN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30TH JUNE 2009

2. INVESTMENT INCOME	2009 £	2008 £
Treasury stock interest and dividends	15,179	13,274
Term deposit interest	-	-
Other bank interest	10,539	24,958
	<u>£25,718</u>	<u>£38,232</u>
3. STATUTORY INCOME	2009 £	2008 £
Department of Health Section 64 grant	45,000	-
Other statutory income	13,812	40,674
	<u>£58,812</u>	<u>£40,674</u>

The Section 64 grant from the Department of Health is a three year grant totalling £180,000 commencing 1 October 2008. In the year to 30 June 2009 £90,000 was received covering the period 1 October 2008 to 31 March 2010. £45,000 has been included in the year to 30 June 2009 and £45,000 has been included in deferred income as it relates to the year ended 30 June 2010.

4. RESULTS FROM TRADING ACTIVITIES OF SUBSIDIARY

Rainbow Trust Trading Limited is a wholly owned subsidiary of Rainbow Trust Children's Charity which is incorporated in the UK, pays all its profits to the charity by gift aid. The charity owns the entire issued share capital of 100 Ordinary shares of £1 each. A summary of the trading results is shown below.

Summary profit and loss account	2009 £	2008 £
Turnover	93,401	88,611
Cost of sales and administrative expenses	(28,482)	(31,541)
Interest receivable	-	180
Net profit	<u>64,919</u>	<u>57,250</u>
Amount gifted to the charity	(64,919)	(57,250)
Retained in the subsidiary	<u>£Nil</u>	<u>£Nil</u>
The assets and the liabilities		
Current assets	14,429	13,621
Creditors amounts falling due within one year	(9,426)	(8,618)
Total net assets	<u>£5,003</u>	<u>£5,003</u>
Aggregate share capital and reserves	<u>£5,003</u>	<u>£5,003</u>

RAINBOW TRUST CHILDREN'S CHARITY
NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30TH JUNE 2009

5 ANALYSIS OF TOTAL RESOURCES EXPENDED

	Staff costs	Other costs	Depreciation	2009 Total	2008 Total
	£	£	£	£	£
Costs of generating funds					
Costs of commercial operations	-	28,482	-	28,482	31,361
Costs of fundraising activities	-	343,626	-	343,626	331,248
Donor acquisition costs	-	101,941	-	101,941	80,801
Fundraising and publicity	539,367	70,455	10,409	620,231	557,417
Charitable expenditure					
Respite and Domiciliary Carer services	1,793,914	938,985	88,029	2,820,928	2,528,045
Governance costs	-	25,881	-	25,881	19,905
	<u>2,333,281</u>	<u>1,509,370</u>	<u>98,438</u>	<u>3,941,089</u>	<u>3,548,777</u>

**ANALYSIS OF DIRECT
AND ALLOCATED COSTS**

	Direct costs	Directly allocated support costs	Indirect support costs	2009 Total	2008 Total
	£	£	£	£	£
Costs of generating funds					
Costs of commercial operations	28,482	-	-	28,482	31,361
Costs of fundraising activities	-	343,626	-	343,626	331,248
Donor acquisition costs	-	101,941	-	101,941	80,801
Fundraising and publicity	493,584	89,334	37,313	620,231	557,417
Charitable expenditure					
Respite and Domiciliary Carer services	1,855,850	806,932	158,146	2,820,928	2,528,045
Governance costs	25,881	-	-	25,881	19,905
	<u>2,403,797</u>	<u>1,341,833</u>	<u>195,459</u>	<u>3,941,089</u>	<u>3,548,777</u>

ANALYSIS OF SUPPORT COSTS

	Organisational management	Finance and administration	Information technology	2009 Total	2008 Total
	£	£	£	£	£
Costs of generating funds					
Costs of commercial operations	-	-	-	-	-
Costs of fundraising activities	-	-	-	-	-
Fundraising and publicity	18,120	14,999	4,194	37,313	33,534
Charitable expenditure					
Respite and Domiciliary Carer services	63,211	74,194	20,741	158,146	141,727
Governance costs	-	-	-	-	-
	<u>81,331</u>	<u>89,193</u>	<u>24,935</u>	<u>195,459</u>	<u>175,261</u>

RAINBOW TRUST CHILDREN'S CHARITY
NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30TH JUNE 2009

6	NET INCOMING RESOURCES	2009	2008
		£	£
	These are stated before charging		
	Depreciation - owned assets	98,438	102,111
	Auditor's remuneration – parent company audit fee	7,895	7,665
	– other (subsidiary audit fee)	1,840	1,785
7.	STAFF COSTS AND NUMBERS	2009	2008
		£	£
	Wages and salaries	1,987,642	1,771,460
	Social security costs	203,681	182,077
	Pension contribution	141,958	133,865
		£2,333,281	£2,087,402
		2009	2008
		No.	No
	Employee's earning over £60,000 fell into the following bandings		
	£60,000- £70,000	1	1
	£80,000-£90,000	1	1
	The average number of employees by function was -	2009	2008
		No.	No
	Respite and domiciliary carer services	65	65
	Fund-raising and administration	22	21
		87	86
	The number of Full Time equivalent staff was	77	77

8. TRUSTEES' REMUNERATION AND REIMBURSED EXPENSES

The board of trustees received reimbursed expenses during the year amounting to £2,279(2008£3,056) There are no related party transactions

RAINBOW TRUST CHILDREN'S CHARITY
NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 30TH JUNE 2009

9. FIXED ASSETS
- GROUP AND TRUST

	Freehold property & Swimming pool	Furniture And equipment	Computer equipment	Motor Vehicles	Total
COST	£	£	£	£	£
At 1st July 2008	1,038,612	291,844	103,932	7,200	1,441,588
Additions	891	20,820	15,699	-	37,410
At 30th June 2009	1,039,503	312,664	119,631	7,200	1,478,998
DEPRECIATION					
At 1st July 2008	394,800	156,257	64,798	7,199	623,054
Charge for year	54,750	28,587	15,101	-	98,438
At 30th June 2009	449,550	184,844	79,899	7,199	721,492
NET BOOK VALUE					
At 30th June 2009	£589,953	£127,820	£39,732	£1	757,506
At 30th June 2008	£643,812	£135,587	£39,134	£1	£818,534

10. FIXED ASSET INVESTMENTS - Group and Trust	UK Listed £	Investment In Subsidiary £	Cash £	Total £
Market value				
As at 1st July 2008	497,942	100	1,177	499,219
Additions at cost	42,035	-	2,757	44,792
Disposals at market value (Proceeds £45,772)	(54,912)	-	-	(54,912)
Unrealised losses	(41,724)	-	-	(41,724)
As at 30th June 2009	443,341	100	3,934	447,375
Historic cost at 30th June 2008	473,952	100	3,934	501,489

The majority of the charity's investments are held in unitised funds which are diversified. There are no investments in any single entity exceeding 5% of the total investments.

RAINBOW TRUST CHILDREN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30TH JUNE 2009

11. DEBTORS

	Group		Trust	
	2009 £	2008 £	2009 £	2008 £
Prepayments	103,983	85,532	103,983	85,532
Taxation recoverable	93,334	81,812	93,334	81,812
Amount due from trading subsidiary	-	-	-	-
Other debtors	209,347	148,140	208,619	148,140
	<u>£406,664</u>	<u>£315,484</u>	<u>£405,936</u>	<u>£315,484</u>

12. CREDITORS: Amounts falling due within one year

	Group		Trust	
	2009 £	2008 £	2009 £	2008 £
Accruals and deferred income	59,345	136,937	101,855	134,487
Accrued Department of Health Section 64 grant	45,000			
Other taxation and social security	27,461	81,656	24,494	75,500
Amount due to trading subsidiary	-	-	5,289	1,436
Other creditors	130,914	103,811	126,953	103,811
	<u>262,720</u>	<u>322,404</u>	<u>£258,591</u>	<u>£315,234</u>

13. DESIGNATED FUNDS

	At 1st July 2008 £	Transfer £	At 30th June 2009 £
Property and other fixed asset fund	<u>£634,490</u>	<u>£(20,933)</u>	<u>£613,557</u>

The property and other fixed assets fund represents the net book value of the charity's unrestricted tangible fixed assets

RAINBOW TRUST CHILDREN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 30TH JUNE 2009

14. RESTRICTED FUNDS	At 1st July 2008 £	Incoming Resources £	Resources Expended £	At 30th June 2009 £
South - Rainbow House other expenditure	59,839	40,579	54,082	46,336
South - Hydrotherapy pool	61,387	-	36,841	24,546
Surrey - Family support workers and related costs	71,038	45,999	75,370	41,667
Hampshire - Family support workers	20,120	49,230	36,004	33,346
Essex - Family support workers and office costs	10,397	6,858	13,934	3,321
Swindon - Family support worker and related costs	32,060	24,949	55,107	1,902
North - Fernstone	125,025	211,214	263,505	72,734
North - Hydrotherapy pool	42,328	-	5,647	36,681
North - general costs	10,024	-	10,024	-
Cumbria -operating costs	1,646	9,854	10,016	1,484
South Lakeland -operating costs	4,500	-	4,500	-
Durham-operating costs	12,682	352	12,114	920
Manchester-operating costs	3,968	40,926	19,683	25,211
Other costs	-	2,004	834	1,170
Central costs	-	75,000	75,000	-
Department of Health Section 64 grant	-	45,000	45,000	-
	<u>£455,014</u>	<u>£ 551,965</u>	<u>717,661</u>	<u>£289,318</u>

South - Rainbow House - funds towards kitchen, bathroom and garden refurbishment together with running costs of the house

South - Hydrotherapy pool - funds for completion and maintenance Income includes £95,000 from the Big Lottery Fund The expenditure charged against the grant represents depreciation and amounts to £95,000 and therefore the grant remaining is £Nil

Surrey Family Support Workers and related costs - funds towards salary and operating costs of Family Support Workers

Hampshire - funds towards the salary and associated costs of Family Support Workers

Essex - funds towards salary and operating costs of Essex Family Support Workers

Swindon - funds towards salary and operating costs of Swindon Family Support Workers

Outings fund - represents funds received towards the cost of outings

North - Fernstone - funds towards refurbishment at Rainbow Fernstone together with running costs

North - Hydrotherapy Pool - funds towards refurbishment of the hydrotherapy pool at Rainbow Fernstone

Cumbria - operating costs - funds towards operating costs of Family Support Workers

South Lakeland- funds received from Frieda Scott Charitable Trust towards operating costs of a Family Support Worker in the South Lakeland Area

Durham (formerly named the Tyne & Wear team) - operating costs- funds towards operating costs of Family Support Workers

Manchester - operating costs- funds towards operating costs of Family Support Workers

Central costs- this relates to funding of costs of the Chief Executive Officer

Other costs - represents funding received towards arts and crafts

The Section 64 grant from the Department of Health is towards the costs of terminally ill adolescents transition project