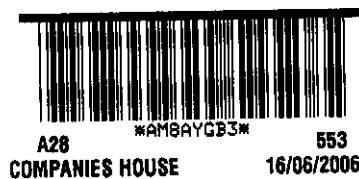


Company Registration Number: 4216137
Registered Charity Number: 1092668

REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2005
EAST SUSSEX FOSTER CARE ASSOCIATION



EAST SUSSEX FOSTER CARE ASSOCIATION

**INDEX TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2005**

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EAST SUSSEX FOSTER CARE ASSOCIATION

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MAY 2005

The directors present their report with the financial statements of the charity for the year.

DIRECTORS

The directors during the year under review were:

T M Henderson
A H D Holder
J Knight
E D McGarry
J A Winnington
J R Winnington
M J Ensom (Appointed 15/11/2004)
G Maher (Appointed 15/11/2004)
C K Thornton (Appointed 15/11/2004)
B D Vince (Appointed 15/11/2004)

GOVERNING BODY

The charity is an incorporated association governed by its memorandum and articles of association, together with its constitution.

OBJECT OF THE CHARITY/PRINCIPAL ACTIVITY

For the benefit of children in the care of foster families, particularly in the county of East Sussex, by provision of, or assistance in the provision of, facilities, advice, advocacy, training, and such other services as the trustees shall decide.

DECISION MAKING

The charity is managed by the Board of Directors which meet on a monthly basis.

REVIEW

The trustees submit their report together with the financial statements of the charity for the year ended 31 May 2005.

During the year arrangements were made for a third trip to the Isle of White which will take place in June 2005. Once again this has been made possible as a result of grants received during the year.

The charity also held several conferences in the period under review. These were also made possible because of grants received from various organisations during the period.

During the festive period a christmas party and a trip to the pantomime were organised.

FUTURE DEVELOPMENTS

The charity is committed to continuing to support foster carers in East Sussex and aims to take on a full time employee during the 2005/2006 period.

RESERVES POLICY

The Association is largely dependent on Project based funding for its operations. Since we are a non-profit making charity, in the directors opinion our reserves should represent a maximum of £10,000, plus the balance of any Project funding committed across the financial year.

EAST SUSSEX FOSTER CARE ASSOCIATION

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MAY 2005

RISK POLICY

The major risk faced by the charity is the lack of future funding to enable it to fulfil its activities and meet its underlying costs. The directors continue to seek new sources of funding to mitigate this risk.

STATEMENT OF DIRECTORS RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

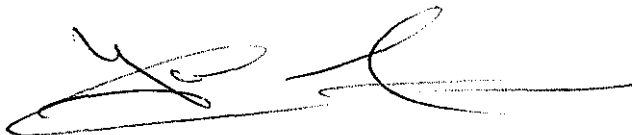
- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

ON BEHALF OF THE BOARD OF DIRECTORS

Mrs T Henderson - Trustee

Dated06/01/06



EAST SUSSEX FOSTER CARE ASSOCIATION

**CHARTERED ACCOUNTANTS REPORT TO THE DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2005**

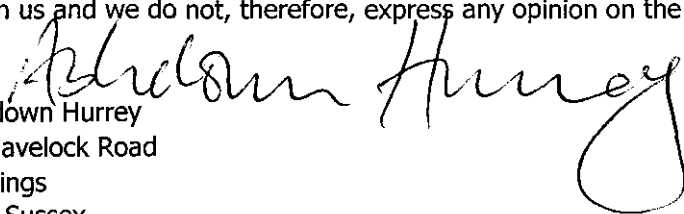
In accordance with our terms of engagement and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company for the year ended 31 May 2005 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records and information and explanations you have given us.

This report is made to the company's director, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's director, that we have done so, and state those matters that we have agreed to state to them in this 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 company and the company's director, as a body, for our work or this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England & Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the Balance Sheet as at 31 May 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit this year.

We have not been instructed to carry out an audit on the financial statements. For this reason, we have not verified the accuracy and completeness of the accounting records or information and explanations you have given us and we do not, therefore, express any opinion on the financial statements.


Ashdown Hurrey
20 Havelock Road
Hastings
East Sussex
TN34 1BP

Date 6 01 06

EAST SUSSEX FOSTER CARE ASSOCIATION

**STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MAY 2005**

	Notes	Unrestricted Funds £	Restricted Funds £	2005 Total Funds £	2004 Total Funds £
INCOME AND EXPENDITURE					
INCOMING RESOURCES					
Grants	2	5,325	15,472	20,797	32,382
Fundraising	2	489	200	689	978
Incoming resources from operating activities of the charity					
Subscriptions		45	-	45	110
Other income		100	-	100	270
Deposit account interest	3	-	-	-	-
TOTAL INCOMING RESOURCES		5,959	15,672	21,631	33,740
RESOURCES EXPENDED					
Activities in furtherance of the charity's objectives	4	2,961	24,758	27,719	22,232
Management and administration	5	352	-	352	40
TOTAL RESOURCES EXPENDED		3,313	24,758	28,071	22,272
Transfer from unrestricted to restricted funds		(2,615)	2,615	-	-
NET INCOMING/(OUTGOING) RESOURCES & NET MOVEMENT IN FUNDS		31	(6,471)	(6,440)	11,468
Balances as at 1 June 2004		2,127	16,621	18,748	7,280
BALANCE AS AT 31 May 2005		2,158	10,150	12,308	18,748

The notes form part of these financial statements.

EAST SUSSEX FOSTER CARE ASSOCIATION

BALANCE SHEET AT 31 MAY 2005

	Notes	2005		2004	
		£	£	£	£
FIXED ASSETS					
Tangible assets	7		504		3,034
CURRENT ASSETS					
Debtors	6	2,422		-	
Cash at bank and in hand		9,734		16,066	
		<u>12,156</u>		<u>16,066</u>	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR					
	8	<u>352</u>		<u>352</u>	
			11,804		15,714
NET CURRENT ASSETS					
			<u>12,308</u>		<u>18,748</u>
FUNDS					
Unrestricted			2,158		4,127
Restricted			10,150		14,621
			<u>12,308</u>		<u>18,748</u>

X The company is entitled to the exemption from audit under s249A(2) of the Companies Act 1985 for the year ended 31 May 2005. X

The members have not required the company to obtain an audit of its financial statements for year ended 31 May 2005 in accordance with Section 249B(2) of the companies Act 1985.

The directors acknowledge their responsibilities for:

- (1) ensuring that the company keeps accounting records complying with s221; and
- (2) preparing accounts which give a true and fair view of the state of the company as at the end of the financial year and of its profit or loss for the year in accordance with s226, and which otherwise comply with the requirements of the Companies Act 1985.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002)

Approved by the Board and signed on its behalf:

B D Vince

Date 6.01.06

T M Henderson

Date 06-01-06

The notes form part of these financial statements

EAST SUSSEX FOSTER CARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 MAY 2005

1. ACCOUNTING POLICIES

Basis of preparation of the accounts

The accounts are prepared under the historical cost convention and include the results of the charity's operations which are described in the Director's Report and all of which are continuing.

The accounts have been prepared in compliance with the Statement of Recommended Practice on Charity accounts.

The Charity has taken advantage of the exemption in Financial Reporting Standard 1 from the requirement to produce a cashflow statement.

Income

Voluntary income and donations are accounted for as received by the charity. Investment income is credited to income as received by the charity.

Management and administration costs

Administration costs include all expenditure not directly related to the charitable activity or fundraising ventures. This includes costs of running office premises, staff salaries for administration staff, and accountancy fees.

Taxation

The charity's activities are such that it should come within the scope of the exemption from taxation under S505 ICTA 1988, subject to the continuing requirement that income is applicable and applied for charitable purposes only.

Depreciation

Depreciation has been charged in the accounts at the following rates:-

Computers & equipment	33% on cost
-----------------------	-------------

2 RESTRICTED FUNDS

Within the charity's income were funds for restricted purposes, the main items of which were as follows:-

Included within Grants:-

Payee	Purpose	Amount
East Sussex County Council	Continued computer training and HVG conference	£3,900
Brighton & Hove County Council	Attendance of HVG conference	£400
Rotary club of Lewes Castle	Attendance of HVG conference	£100
Beckett Newspapers	Attendance of HVG conference	£400
Fostercare Associates Limited	Attendance of HVG conference	£200
Sussex Police	Attendance of HVG conference	£300
Eastbourne Lions club	Attendance of HVG conference	£250
Four Acre Trust	Holiday project	£7,500
East Sussex County Council	Deferred grant for HVG Conference	£2,000
East Sussex County Council	Deferred grant for allegations worker	£422
		<u>£15,472</u>

These notes form part of the financial statements.

EAST SUSSEX FOSTER CARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 MAY 2005

2. Continued

Movement on restricted funds

	Balance 1.6.04 £	Movement in Reserves Incoming £	Outgoing £	Transfer from Unrestricted funds £	Balance 31.5.05 £
Holiday Project	793	7,500	10,606	2,363	50
Computers & Training	5,794	-	5,744	-	50
Allegations worker	9,578	422	-	-	10,000
HVG conference	-	7,550	7,550	-	-
Child psychotherapy project	456	200	858	252	50
	<u>16,621</u>	<u>15,672</u>	<u>24,759</u>	<u>2,615</u>	<u>10,150</u>

Analysis of Net Assets Between Funds

	Fixed Assets £	Net Current Assets £	Total £
Holiday Project	-	50	50
Computers & Training	504	(454)	50
Allegations worker	-	10,000	10,000
HVG conference	-	-	0
Child psychotherapy project	-	50	50
Unrestricted funds	-	2,158	2,158
	<u>504</u>	<u>11,804</u>	<u>12,308</u>

3. INVESTMENT INCOME

	2005 £	2004 £
Deposit interest	-	-

4. ACTIVITIES IN FURTHERANCE OF THE CHARITY'S OBJECTIVES

	Unrestricted Funds £	Restricted Funds £	2005 Total Funds £	2004 Total Funds £
Conference expenses	2,730	10,762	13,492	7,914
Subscriptions & publications	5	5	10	113
Childcare	-	680	680	125
Insurance	-	303	303	286
Postage & stationery	-	30	30	305
Fosterers Holiday	-	7,191	7,191	5,621
Party expenses	-	1,091	1,091	1,295
Computer Depreciation	-	2,530	2,530	2,530
Computer workshops & training	-	-	-	1,286
Committee meeting expenses	-	-	-	254
Pantomime expenses	-	1,580	1,580	1,900
Child psychotherapist	-	510	510	165
Allegations work	80	75	155	422
Sundry	145	-	145	16
	<u>2,961</u>	<u>24,758</u>	<u>27,719</u>	<u>22,232</u>

These notes form part of the financial statements.

EAST SUSSEX FOSTER CARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 MAY 2005

5. MANAGEMENT AND ADMINISTRATION

	Unrestricted Funds £	Restricted Funds £	2005 Total Funds £	2004 Total Funds £
Accountancy fee	352	-	352	-
Consultant expenses	-	-	-	40
	<u>352</u>	<u>-</u>	<u>352</u>	<u>40</u>

6. DEBTORS

	2005 £	2004 £
ESCC deferred grant for allegations worker	422	-
ESCC deferred grant for HVG conference	2,000	-
	<u>2,422</u>	<u>-</u>

7. FIXED ASSETS

COST

At 1 June 2004	7,667
Additions	-
At 31 May 2005	<u>7,667</u>

DEPRECIATION

At 1 June 2004	4,633
Charge for year	2,530
At 31 May 2005	<u>7,163</u>

NET BOOK VALUE

At 31 May 2005	<u>504</u>
At 31 May 2004	<u>3,034</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005 £	2004 £
Accrued expenses - accountancy	352	352
	<u>352</u>	<u>352</u>

These notes form part of the financial statements.

Chris Thornton

East Sussex Foster Care Association

Beaula cottage

2 Bracken Rd

Seaford

E. Sussex