

Company Registration Number: 4216137
Registered Charity Number: 1092668

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2004
EAST SUSSEX FOSTER CARE ASSOCIATION**



EAST SUSSEX FOSTER CARE ASSOCIATION

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FOR THE YEAR ENDED 31 MAY 2004**

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EAST SUSSEX FOSTER CARE ASSOCIATION

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MAY 2004

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

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 who 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 2004.

Due to the success of the trip arranged in February 2003 to the Isle of White a second trip to Little Canada was organised for children in foster care in March 2004. This was achieved as a result of further grant income received during the period.

Further grants were received from the ESCC Children fund and the charity continued to provide both computers and computer training during the year.

A number of other events were organised including a Christmas party and a trip to the pantomime over the festive period.

FUTURE DEVELOPMENTS

The charity is committed to continuing to support foster carers in East Sussex.

RESERVES POLICY

The project is dependant on short term funding for its operations. In the directors opinion reserves should represent a minimum of one years funding to enable the project sufficient time to seek alternative sources of funding if the current sources become unavailable. The charity will therefore continue to seek opportunities to build up its reserves to this ideal level.

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.

EAST SUSSEX FOSTER CARE ASSOCIATION

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MAY 2004

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



Mr J Winnington

Dated 28-6-05

EAST SUSSEX FOSTER CARE ASSOCIATION

**CHARTERED ACCOUNTANTS REPORT TO THE DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2004**

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 2004 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 2004 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

EAST SUSSEX FOSTER CARE ASSOCIATION

**STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MAY 2004**

	Notes	Unrestricted Funds £	Restricted Funds £	2004 Total Funds £	2003 Total Funds £
INCOME AND EXPENDITURE					
INCOMING RESOURCES					
Grants	2	5,250	27,132	32,382	13,595
Fundraising	2	978	-	978	1,408
Incoming resources from operating activities of the charity					
Subscriptions		110	-	110	70
Other income		270	-	270	150
Deposit account interest	3	-	-	-	4
TOTAL INCOMING RESOURCES		6,608	27,132	33,740	15,227
RESOURCES EXPENDED					
Activities in furtherance of the charity's objectives	4	11,408	10,824	22,231	13,515
Management and administration	5	40	-	40	352
TOTAL RESOURCES EXPENDED		11,448	10,824	22,271	13,867
NET INCOMING/(OUTGOING) RESOURCES & NET MOVEMENT IN FUNDS		(4,840)	16,308	11,469	1,360
Balances as at 1 June 2003		1,492	5,788	7,280	5,920
BALANCE AS AT 31 May 2004		(3,348)	22,096	18,749	7,280

The notes form part of these financial statements.

EAST SUSSEX FOSTER CARE ASSOCIATION

BALANCE SHEET AT 31 MAY 2004

	Notes	2004		2003	
		£	£	£	£
FIXED ASSETS					
Tangible assets	7		3,034		4,207
CURRENT ASSETS					
Cash at bank and in hand		16,066		3,425	
		<u>16,066</u>		<u>3,425</u>	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR					
	8	<u>352</u>		<u>352</u>	
			15,714		3,073
NET CURRENT ASSETS					
			<u>18,749</u>		<u>7,280</u>
FUNDS					
Unrestricted			(3,348)		1,492
Restricted			22,096		5,788
			<u>18,749</u>		<u>7,280</u>

The company is entitled to the exemption from audit under s249(2) of the Companies Act 1985 for the year ended 31 May 2003.

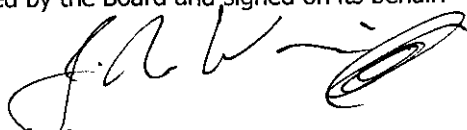
The members have not required the company to obtain an audit of its financial statements for year ended 31 May 2003 in accordance with Section 249B(2) of the companies Act 1985.

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:



J R Winnington

Date 28-6-05

The notes form part of these financial statements

EAST SUSSEX FOSTER CARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 MAY 2004

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
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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	For Allegations worker and party gifts	£10,800
Sussex Rural Community Council	Computer equipment and software	£4,000
Tesco	Computer Equipment	£2,000
Awards for all	Holiday project	£3,052
Four Acre Trust	Holiday project	£1,880
Sussex Connections	Holiday project	£5,100
Wealden Federation	Party gifts	£300
		<u>£26,832</u>

These notes form part of the financial statements.

EAST SUSSEX FOSTER CARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 MAY 2004

2. Continued

Movement on restricted funds

	Balance 1.6.03 £	Movement in Reserves		Balance 31.5.04 £
		Incoming £	Outgoing £	
Holiday Project	-	10,332	5,621	4,711
Computers & Training	4,788	6,000	3,816	6,972
Party	-	800	800	-
Allegations worker	-	10,000	422	9,578
Child psychotherapy project	1,000	-	165	835
	<u>5,788</u>	<u>27,132</u>	<u>10,824</u>	<u>22,096</u>

Analysis of Net Assets Between Funds

	Fixed Assets £	Net Current Assets £	Total £
Computers & training	3,034	3,938	6,972
Child psychotherapy project	-	9,578	9,578
Allegations worker	-	835	835
Holiday project	-	4,711	4,711
	<u>3,034</u>	<u>19,062</u>	<u>22,096</u>

3. INVESTMENT INCOME

	2004 £	2003 £
Deposit interest	-	4

4. ACTIVITIES IN FURTHERANCE OF THE CHARITY'S OBJECTIVES

	Unrestricted Funds £	Restricted Funds £	2004 Total Funds £	2003 Total Funds £
Conference expenses	7,915	-	7,915	1,447
Subscriptions & publications	113	-	113	76
Other workshops	140	-	140	150
Insurance	286	-	286	215
Postage & stationery	305	-	305	208
Fosterers Holiday	-	5,621	5,621	5,207
Party expenses	495	800	1,295	1,000
Computer Depreciation	-	2,530	2,530	2,103
Computer workshops & training	-	1,286	1,286	3,109
Committee meeting expenses	254	-	254	-
Pantomime expenses	1,900	-	1,900	-
Child psychotherapist	-	165	165	-
Allegations work	-	422	422	-
	<u>11,408</u>	<u>10,825</u>	<u>22,231</u>	<u>13,515</u>

EAST SUSSEX FOSTER CARE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 MAY 2004

5. MANAGEMENT AND ADMINISTRATION

	Unrestricted Funds £	Restricted Funds £	2004 Total Funds £	2003 Total Funds £
Accountancy fee	-	-	-	352
Consultant expenses	40	-	40	-
	<u>40</u>	<u>-</u>	<u>40</u>	<u>352</u>

6. STAFF COSTS

No trustee received any remuneration from the charity in the accounting year.

	2004 Total Funds £	2003 Total Funds £
Expenditure reimbursed to trustees during the year was:-	<u>-</u>	<u>-</u>

7. FIXED ASSETS

COST

At 1 June 2003
Additions

At 31 May 2004

Computer
Equipment

6,310
1,357

7,667

DEPRECIATION

At 1 June 2003
Charge for year

At 31 May 2004

2,103
2,530

4,633

NET BOOK VALUE

At 31 May 2004

At 31 May 2003

3,034

4,207

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004 £	2003 £
Accrued expenses - accountancy	352	352
	<u>352</u>	<u>352</u>

These notes form part of the financial statements.