



Kaleidoscope Plus Group

Trustees' Report and Group Financial Statements

For the Year Ended 31 March 2014

Company Number 04660523
Registered Charity Number: 1096473

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The Trustees present their report and accounts for the year ended 31 March 2014

REFERENCE & ADMINISTRATION INFORMATION

Charity Name:

Kaleidoscope Plus Group

Registered Charity No

1096473

Registered Company No

04660523

Registered Office

First Floor
Hawthorns House
Halfords Lane
West Bromwich
West Midlands
B66 1BB

Auditor

Clement Keys LLP
8 Calthorpe Road
Edgbaston
Birmingham
B15 1QT

Bankers

HSBC
120 High Street
Smethwick
West Midlands
B66 3AN

Bank of Scotland
Pentland House
8 Lockside Avenue
Edinburgh
EH12 9DJ

Unity Trust Bank plc
Nine Brindley Place
Birmingham
B1 2HB

Investment Managers

Quilter Chevron
39 Bennetts Hill
Birmingham
B2 5SN

Chief Executive and Company Secretary

Monica Shafaq

Executive Officers

Claire Dale – Director of Operations (Deputy Chief Executive)
Louise Biffin – Director of Finance
Kate Hepburn – Director of Human Resources

TRUSTEES' ANNUAL REPORT

For the year ended 31 March 2014

1. Structure Governance and Management

Board of Trustees

The Trustees of the charitable company, who are directors for the purpose of company law, who served during the year and up to the date of this report are set out as follows:

Pauline Naughton	Chair
David Saunders	Treasurer
Jagdish Gill	Trustee
Edward Kuczerawy	Trustee
Caron Thompson (resigned 4 December 2013)	Trustee
Stephen Weaver	Trustee
Mark Wood	Trustee
Daniel DaSilva	Trustee
Monica Shafaq (appointed 8 August 2013)	Trustee
Louise Biffin (appointed 8 August 2013)	Trustee
Darren Moore (appointed 2 June 2014)	Trustee

Trustee and Directors induction and training

Trustees who are new to the Board are inducted in their responsibilities as a Trustee together with the direction of the charity. They are provided with a copy of the constitution and the current business plan. Throughout the year, all Trustees are given regular training in key issues arising which are pertinent to the charity and their duties and responsibilities as trustees.

On an annual basis, an "away day" is organised which concentrates on the key issues for the charity including longer term development of strategy for the charity going forward, reviewing updates in charitable law, governance and responsibilities and how they impact on the duties of the Trustees.

All Trustees are encouraged to involve themselves in areas of particular interest to them through close involvement with the management, staff and users of the charity's services. This helps Trustees to develop the overall strategic direction and does not detract from the Trustees primary responsibilities to the charity.

Organisational Structure

Kaleidoscope Plus Group is a voluntary organisation constituted as a registered charity (charity registration number 1096476) and a company limited by guarantee (company registration number 04660523) governed by adopted Articles of Association. It is governed by a committee of voluntary Trustees (the Board) who are also directors of the company. The Board of Trustees passed a resolution to disaffiliate from Mind and change the name to Kaleidoscope Plus Group from 26 March 2013, giving the charity independence to develop itself as a prominent mental health and wellbeing charity both geographically and through a wider range of service delivery options.

The Trustees elect officers at the Annual General Meeting including a Chair and a Treasurer from amongst their number. The Trustees set 'role descriptions' and 'person specifications' in respect of the officer roles (Chair, Treasurer) and the general Trustee role. During the year three new members have joined the board whilst one member has left the board for personal reasons. A structured recruitment and induction process will continue to take place in the forthcoming year to attract new members to widen the skills base among the board members to ensure an appropriate mix of health and business skills are derived to drive the charity forward.

TRUSTEES' ANNUAL REPORT (continued)
For the year ended 31 March 2014

The Trustees have overall responsibility for ensuring that the charity has appropriate systems of control, financial and otherwise. The systems of internal control are designed to provide reasonable, although not absolute, assurance against material misstatement or loss. They include:

- an annual budget approved by Trustees;
- regular consideration by the Trustees of financial results, variance from budgets, non-financial performance indicators and bench-marking reviews;
- delegation of authority and segregation of duties;
- identification and management of risks.

In addition to the AGM the Board meets four times a year. There is a Finance & General Purposes Committee which is chaired by the Treasurer and consists of four members with appropriate skills to consider issues relating to finances such as regular review of management accounts, service planning, and human resources. An Operations Committee operated until 31 March 2013 which met four times a year which is chaired by the Chair with attendance at the meetings being open to all Trustees with areas for discussion based around service delivery issues and development. The Trustees passed a resolution on 27 March 2013 to move the content of this meeting to the main board.

Responsibility for strategy, planning and the day-to-day management of operations is delegated to an executive team of managers led by the Chief Executive, who also acts as Company Secretary. Formal reporting by the Chief Executive to the Trustees takes place regularly throughout the year. The committee meeting protocol continues to be updated to ensure that there is a regular review of key issues, such as investment, risk management, performance data and regulatory monitoring.

A team of approximately 100 staff report to the Chief Executive through an executive management team consisting of the Director of Operations who is also the Deputy Chief Executive, Director of Finance and Director of Human Resources.

Risk Management

The Trustees have introduced a formal strategic risk management process to assess business risks and implement a risk management strategy. Operational risk assessment and management addresses the following areas, all of which are reviewed on a bi-annual basis: - Loss of income; Risk of Adverse Publicity; Loss of Key Staff; Loss of Management Committee Members; Lack of Organisational Vision; Breach of Health & Safety, Financial Fraud or Error; Business Interruption/Contingency; and ICT failure.

A full scale review has been undertaken to ensure that all risks have been identified, are reported at agreed frequencies and as set out in the Risk Management Strategy, and that a risk register is adopted to evidence action against highlighted risks.

TRUSTEES' ANNUAL REPORT (continued)
For the year ended 31 March 2014

OBJECTIVES AND ACTIVITIES

The organisation continues to develop its partnership working with statutory services and not-for-distribution organisations. The consortium arrangement with three other organisations continues to develop a wide range of service delivery in the Black Country area and is delivering on contracts since its inception.

The objects of Kaleidoscope Plus Group are to:

....promote the preservation and the safeguarding of mental health and wellbeing and the relief of persons suffering from mental disorder...

Our Mission is to promote and support better mental health and wellbeing.

Our Aims:

- | | |
|------------------|--|
| Recovery | to deliver high quality and appropriate services for people who experience mental ill health, promoting recovery, independence and integration at all times |
| Inclusion | to facilitate and support community integration and participation for people with mental health issues |
| Awareness | to raise awareness of mental health across the communities; to challenge stigma associated with mental illness; to promote and support positive mental health and general wellbeing across communities |

Kaleidoscope Plus Group's Core Values are as follows:

Quality

We are committed to achieving and maintaining appropriate standards for the organisation and its services, and to building, supporting and maintaining a skilled, high quality workforce to ensure excellent service delivery and governance.

Access and Equality

Our commitment to equality is reflected in our policies, practices and services. This commitment goes beyond our ethos to promote equality and challenge discrimination. It involves an active commitment to identifying areas where inequality of access to mental health services and support exists for individuals and groups across the diverse communities of Sandwell, and to developing structures to address this wherever possible.

Continuous Improvement and Development

We will carry out structured and regular review of the organisation and its services, their quality and their impact in order to inform and influence development. We will build skills and seek resources to implement new services and/or facilities in response to identified need.

Partnership

We are accountable to all our stakeholders and are committed to making sure the views and needs of our service users, funders and other partners are listened to. We will also continue to work with service providers and policy makers to have influence into the development of services and strategies which impact the communities we exist to serve. We formed a joint venture with three other organisations from the housing and social enterprise sectors which complements our own service provision and allows us to extend our service delivery in to sectors we would normally find difficult to enter.

TRUSTEES' ANNUAL REPORT (continued)
For the year ended 31 March 2014

Sustainability

We have a responsibility to our service users and the communities in which they live to ensure that the services we develop and deliver are sustainable, and to ensure that resources are responsibly managed and allocated.

Following a review of the financial viability of all services and following year on year monitoring of the care homes, The Gables care home had become unsustainable requiring additional input of charitable financial resources to be utilised each year to ensure the level of income matched expenditure, a position the Trustees felt was not sustainable and unlikely to change in the future. Therefore, it was with much regret that the Trustees passed a mandate to close the home on a permanent basis on 28th March 2014. The Gables has been included in Discontinued Operations in the Statement of Financial Activities.

The trustees recognise there is a need to be innovative regarding income generation and to this end, the wholly owned trading subsidiary Kaleidoscope Plus Commercial Ltd was established which carries out all non-primary purpose trading and donates its profits to the charity.

The trading subsidiary took ownership of a building in May 2013 on a long lease, at a total cost of £911,795. This will help secure sustainability and provide an additional income of rentals from tenancies as well as providing a new head office for the charity itself.

How Our Activities Deliver Public Benefit

The Trustees have referred to the Charity Commission's general guidance on public benefit and feel that the existing aims and values meet the requirement set out for small charities. A review of the mission, aims and core values has been undertaken and it is felt that they remain relevant to the charity's purposes.

A review of the charity's governance structure and how it can support the charity's ability to meet these aims was undertaken at the early part of the financial year. It was clear to the Trustees that remaining affiliated to National Mind would restrict the charity's ability to deliver services.

The geographical name of the charity "Sandwell Mind" was proven to limit the charity's ability to reach a wider geographical area and the association with Mind limited the charity's ability to deliver a wider range of services which usually accompany mental health and wellbeing issues. Therefore, to reflect the wider geographical and service reach, the Trustees carried out a "rebranding" exercise at the latter part of the financial year 2013 that coincided with the disaffiliation from Mind. Stakeholders including Commissioners, Service Users and Staff were consulted throughout the rebranding exercise and their feedback was key in the developing a revised identity which kept mental health and wellbeing at the core of the charities objectives and allowed the charity to impact upon a wider audience.

Mental Health covers a wide spectrum of illnesses from psychotic disorders such as bipolar through to the more common conditions such as anxiety and depression. Around one in four people have suffered from a mental illness or are associated with someone who has and the annual cost of mental health problems in England is estimated at £77 billion. One in ten people in Europe have taken time off work with depression. Depressive illness is forecast by the World Health Organisation to be the second leading cause of global disability by 2020 if it is not addressed adequately.

Each week, around 104 people in the UK will take their own lives. A total of 2,038 adults will be admitted to hospitals in England and there will be around five million inpatient days per year. There will be 912 detentions under the Mental Health Act 1983 of which around 385 will be voluntary admissions.

Every year, 33 million prescriptions for anti-depressants are written in England and 16 million for sleeping pills, anti-anxiety drugs or tranquillisers. Mental health illness does not discriminate; it impacts people of all ages and economic backgrounds. Some illnesses are clinically diagnosed whereas others are not which makes it difficult to determine the number of people requiring mental health service provision.

TRUSTEES' ANNUAL REPORT (continued)
For the year ended 31 March 2014

Our affiliation to the Mind Network and funding limited the services we provided to those who are resident in Sandwell. However, we recognised that there is a wider call in terms of geographically and service delivery for both our expertise and services in addressing mental health, wellbeing and its associated issues. Therefore, the Trustees took the decision to leave the Mind network at the end of March 2013 and rebranded as the Kaleidoscope Plus Group to ensure we could serve and meet the needs of a wider network. This has proven a fruitful exercise as we begin to expand geographically and also through our service delivery.

At Kaleidoscope Plus Group, equal access to all of our services is of paramount importance. We monitor our performance against both contractual and sector expectations across all service areas to ensure that effective services are implemented; any gaps are easily identified and work with a wide range of Commissioners to develop appropriate interventions.

Any weaknesses identified are included within the charity's Service Improvement Plan which is reviewed annually. We believe that equal access to our services is vital to our success and that successful outcomes must be shared by all sections of the community.

Our main activities for the year continued to meet Kaleidoscope Plus Group's Mission and Aims and were implemented through the provision of a number of services:

Residential Care

Nicholl Grange Care Home

Residential care for 14 people structured to comprise a 10-bed unit with 4 one-bedroom flats in West Bromwich. The staff team provide care and support 24 hours a day. The home caters both for people who have a long-term need for such a setting, as well as for some who wish to develop their independent living skills prior to moving on. In addition there are four one-bedroom flats attached to this scheme where the residents receive support from the care home staff to facilitate a greater degree of long-term independent living. Without such a service, local people suffering from mental health illness would not be able to gain the support and confidence to live fulfilling and independent lives.

The Gables Care Home

Residential care for individuals in a 14-bed unit in Smethwick which was closed in March 2014. The staff team provided care and support 24 hours a day. The home catered both for people who have a long-term need for such a setting as well as some who wish to develop their independent living skills prior to moving on. Due to its financial viability, the home was closed on 28th March 2014.

Expenditure on Residential Care during the year was £1,015,124 an increase of £13,177 on the previous year.

Supported Accommodation

Parkside Place

This offers 10 units of accommodation for a period of up to two years for individuals who are returning to independent living and do not need residential care, but who do benefit from low-level support from staff who visit on a regular basis.

Gharana

This is a scheme of 13 one-bed roomed flats in Smethwick providing supported housing for a period of up to two years for people who have mental health challenges and are returning to independent living. This service is specifically aimed at the needs of the Asian community, who are traditionally excluded, to ensure their needs can be met. The service also helps to raise awareness of mental health issues in a community where

TRUSTEES' ANNUAL REPORT (continued)
For the year ended 31 March 2014

often such illnesses are stigmatised. This in turn also helps the organisation to meet its aims of raising awareness.

Supported Flats Scheme

The Supported Flats Scheme numbers were reduced at the first quarter of the financial year from 33 one-bedroomed long and short term units to 11 one-bedroomed short term units throughout Sandwell following cessation of part of the Supported People Grant by the Local Authority. The units provide short term supported housing for people who have mental health issues and are moving towards independent living in the community.

Expenditure on Supported Accommodation during the year was £769,284 a reduction of £138,557 on the previous year.

Community Services

SORT Scheme

A Floating Support scheme which started the year supporting 135 people. In November 2013 and due to a change in the LA's funding policy, the number of people supported was reduced to 100 for the remainder of the year. Those who receive support have mental health issues and challenges and the SORT scheme helps them maintain independent living in their own homes.

Community Wellbeing

Community Wellbeing's services are available on a self-referral basis. They are well attended and open to anyone wishing to improve their wellbeing and to better manage their own mental health.

Community Wellbeing services include the following strands:

- wellbeing group therapies — food & mood, yoga, tai chi, relaxation;
- self-help support groups;
- educational & vocational groups;
- social, leisure & physical groups and events;
- individual therapies — aromatherapy massage, reflexology;
- information, advice and signposting;
- ecotherapy groups;
- self-help skills development sessions and courses;
- specific interest groups — community drop-in, spirituality;
- creative and art therapies/groups;
- counselling services.

Some groups are limited to specific demographic groups — for example gender specific, BME (Black & Minority Ethnic) groups and those who are experiencing specific mental health challenges.

Community Engagement

The Community Engagement service was introduced in 2012 to form connections and links between the community and the organisation and empowered service users to both engage with the organisation and the community which continued to successfully develop. The service user groups have secured small project funding throughout the year.

TRUSTEES' ANNUAL REPORT (continued)
For the year ended 31 March 2014

IAPT – Talking Therapies

The service is for individuals who are experiencing mild to moderate anxiety or depression and is delivered on a one-to-one basis using Cognitive Behaviour Therapy techniques. The service operates at step 2 of the stepped care model and referrals to the service are made via GP's.

Khushi

The Khushi Service is a mental health and wellbeing support service aimed specifically at the Asian female community and assists them via providing support sessions on a group and one-to-one basis.

Telephone Support

This service was a short term pilot service which provided telephone support on a referral basis to service users who are leaving hospital care and require some support in adjusting from the hospital environment to being in a community environment.

Expenditure on Community Services during the year was £1,040,220, an increase of £202,441 on the previous year.

Awareness Raising and Publicity

During the year, Kaleidoscope Plus Group worked across the communities of the Black Country to raise awareness, challenge stigma, contribute to local policy and service development, and ensure that services are equally available and accessible to all members of the community.

The organisation worked in partnerships throughout the year to ensure that various campaigns such as 'Time to Change' and National Mental Health week are all promoted.

Expenditure on Awareness Raising and Publicity during the year was £54,037, an increase of £28,078 on the previous year.

Training

There are three aspects to the training service. Two are provided via the charity and one aspect is provided via the trading subsidiary company.

The charity provides an internal training service to all staff, in particular those staff who are in the forefront of the organisation's work, particularly in Care, Support & Community Services. Internal training offers a service which ensures our staff are well versed in the full range of legislative and specialist knowledge relevant to their area of work to enable them to provide competent services of a high standard.

The charity also provide a programme of Student Placements for students in their first, second and third years of study and who attend a University in the Midlands area which sees students attend the organisation as part of their course and studies to work with different areas of Care, Support and Community Services for set periods of time.

There is also an external training service which is provided via the subsidiary company Kaleidoscope Plus Commercials Ltd, which offers training courses regarding specific mental health and wellbeing issues including related issues, to a range of organisations. There are a number of staff who are now qualified trainers and carryout training in specific areas of mental health. Training for users of other services and the general public relating to mental health and the range of self help issues is also provided.

TRUSTEES' ANNUAL REPORT (continued)
For the year ended 31 March 2014

ACHIEVEMENTS AND PERFORMANCE

In addition to the performance mentioned above, a number of more general matters are worthy of note.

- Nicholl Grange and The Gables (which closed at the end of the year following a financial review) continued to hold a 3 star rating, the highest that can be achieved.
- Additional services are being tendered for and secured such as the Khushi Service, Telephone Pilot Service and IAPT services in Staffordshire.
- The Wellbeing Service continues to attract interest nationally from other providers as an example of excellence. This service is also being operated in other areas and funded from the charity's surpluses.
- The delivery of an Improving Access to Psychological Therapies project, allows the organisation to employ one manager, ten trainee practitioners who are all now qualified and one data officer. Funding for this project is circa £378,000 per annum. In addition, the organisation has also taken on eight additional trainee practitioners throughout the year who are fully funded by the NHS and PCT of which three are now fully qualified.
- The housing services occupancy and service utilisation rates for the year to 31st March 2014 were as follows:

	Year to 31/03/2014	Year to 31/03/2013
Project	Occupancy	Occupancy
	%	%
Nicholl Grange Care Home	95.9	90.6
The Gables Care Home	87.0	86.8
Supported Accommodation - Supported Housing	92.1	96.7
Average (weighted for no. of units)	91.9	91.4
	Service Utilisation	Service Utilisation
	%	%
Supported Accommodation - Supported Housing Long-Term	92.2	100.0
Supported Accommodation - Supported Housing Short-Term	92.1	98.1
Supported Accommodation - SORT Floating Support	100.0	103.3
Average (weighted for service capacity)	95.6	100.5

TRUSTEES' ANNUAL REPORT (continued)
For the year ended 31 March 2014

FINANCIAL REVIEW

The Trustees note that the year has been a year of re-positioning which is demonstrated in the results presented. The Group's expenditure of £3,460,394 exceeded its total income before gains on investments of £3,235,719 by £224,675. This compares with a surplus figure of £48,883 in 2012/13. The excess of expenditure over income is primarily due to reorganisation costs in the organisation as a result of a number of service reviews both internally and from prime funders which resulted in staff exit and reorganisation costs being incurred. The reviews were primarily in the Supported Housing and Care Home areas delivered by the organisation. In addition, to the reviews, external training which was delivered from the charity until April 2013, has now been transferred to the subsidiary company Kaleidoscope Plus Commercials Ltd. Additional services were brought on line with individual projects such as IAPT delivery in Staffordshire and Wellbeing services in Wolverhampton. Trustees are pleased to note the additional services in new areas and note that in this year of re-positioning the General (unrestricted) fund has reduced to £2,120,690 (2012-13 - £2,307,849).

Reserves and Investment

The reserves policy of the Charity, developed in line with the recommendations of the Charity Commission, has highlighted the need to maintain the level of reserves to equate to budgeted running costs for four months plus staff related contingency costs. Therefore, £850,000 has been designated to ensure the charity concurs with the Charity Commission's recommendations. In addition, general funds of £247,188 have also been designated to meet financing of the tangible fixed assets for the year.

To support the development of the charity's objectives in expanding its service provision in to a wider geographical area the Trustees are of the view that designating general funds of £300,000 would assist in the charity's future development.

The charity's investment policy was reviewed in the year and remains as investing in a low risk discretionary fund which was implemented by the investment managers who report on a regular basis to the Board of Trustees. In light of the charity re-positioning, the investment policy will be reviewed in the forth coming year, to ensure it is operating to its full potential whilst remaining within the responsibility of the Trustees stewardship.

Looking forward to future financial years, the Trustees are mindful of the fact that funding levels for specific services has reduced, and that these parallel national reductions. Therefore, the Trustees are of the view that the organisation must positively respond to the large scale reduction and "shift" in public sector service funding and positively addressed the restrictive nature of the affiliation to the Mind network in March 2013 which they felt was preventing a re-positioning of the organisation.

The Trustees were of the view that to positively respond to the economic changes and improve the organisation's delivery and financial performance, it would need to widen both its geographical and service delivery areas beyond the boundaries of Sandwell and mental health. Following a positive response from Service Commissioners, Service Users, staff and the general community during the latter part of the financial year, the Trustees began re-positioning the organisation by disaffiliating from Mind and expanding the service provision to include mental health and wellbeing to ensure sustainability and a sound financial future. This has proven a beneficial exercise in terms of gaining new service contracts in the wider geographical and service areas over the year. The Trustees will continue to expand the area and service delivery over the forthcoming year.

The Charity also continued its search for freehold premises and extended the search to include long leasehold premises due to the lack of freehold property available. In May 2013, the subsidiary company identified and subsequently purchased a property with a loan of £911,795 from the charity (of which £750,000 was from the designated reserve) has been given to the subsidiary company on commercial terms. The free reserve levels have subsequently reduced by £911,795 which still ensures the contingency costs of £850,000 are retained.

TRUSTEES' ANNUAL REPORT (continued)
For the year ended 31 March 2014

Given the poor return being achieved on the bank deposit accounts, the Trustees continued to invest some of the reserves with investment managers. At the start of the financial year, there was £720,000 with the investment managers which ended the year as £719,000.

Future Operations

In March 2013, the Trustees took the decision to leave the Mind network and rebrand as the Kaleidoscope Plus Group to ensure services met and serve the needs of a wider geographical network and a wider service provision whilst ensuring mental health and wellbeing remains the key focus. This has proven beneficial to the organisation who are now prepared and able to react to the wider economical effects of government policy.

Kaleidoscope Plus Group is continuing a process of an on-going service review to ensure that relevance of service and quality, remain a key focus. Over the past year, the charity has re-developed and re-positioned itself to flexibly respond to necessary major changes regarding public sector delivery and commissioning of services and recognises that this will be an on-going necessity for the foreseeable future whilst Commissioners develop their own response to the vast high level economic changes currently being implemented at Government departmental level.

Following disaffiliation from the Mind network, the charity is making excellent progress in developing its work in the wider Black Country region. Wellbeing Services in the Walsall and Wolverhampton areas are being funded from the charities reserves to ensure we are able to impact on a wider area and we continue to develop collaborative working with partners to both share and develop resources, skills and expertise in the wider Midlands area.

In addition, during the year Kaleidoscope Plus Group have also identified and secured opportunities in partnership working with other organisations as well as in its own right, for a wide range of service delivery across the Midlands region which have a mental health connotation. This helps consolidate a good platform for future development in partnership working and a wider service delivery for which tenders for service delivery continue to be submitted across the Midlands and wider Midlands area.

Kaleidoscope Plus Group also considers community engagement to have a key role in service development and has harnessed its unique potential to promote and facilitate social inclusion and community integration by continuing to develop the bank of volunteers to help deliver the essential role of raising the profile and reducing the stigma related to mental health. This has proved fruitful with the growth of the community engagement model and a number of community engagement services now being delivered on behalf of the statutory agencies.

Kaleidoscope Plus Group's training and organisational development activities are being further developed to ensure internally, our organisational development plans ensure staff are well trained and equipped to deliver quality services.

The external training service is also being developed via the subsidiary company and to the wider social and business communities to respond to a market demand for employee training requirements in mental health issues specifically from the corporate sector.

It has been an objective of the Trustees to locate to a permanent operating base and as such, for a number of years, funds were set aside. Towards the end of the financial period of 2012-13, a building was identified via the subsidiary company which would give the charity a permanent base and also give an additional income stream for the future in the form of surpluses from lease agreements with tenants being donated to the charity. The purchase of the building was completed by the trading subsidiary, Kaleidoscope Plus Commercials Ltd in May 2013.

TRUSTEES' ANNUAL REPORT (continued)
For the year ended 31 March 2014

Disclosure of information to auditors

In so far as the directors are aware:

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

Auditors

During the year, BDO LLP resigned as the charitable company's auditors. Clement Keys LLP were appointed at the AGM. Clement Keys LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

Basis of Accounting

These accounts have been drawn up in accordance with the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in November 2005 ("SORP 2005") revised in 2008, and in preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the Executive Committee on 1st October 2014 and signed on its behalf by



P Naughton
Chair

STATEMENT OF TRUSTEES' RESPONSIBILITIES

Statement of trustees' responsibilities

The trustees (who are also directors of the Kaleidoscope Plus Group for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure of the charitable group for that year. In preparing these financial statements, the directors are required to:

- a) select suitable accounting policies and then apply them consistently;
- b) observe the methods and principles in the Charities SORP;
- c) make judgments and estimates that are reasonable and prudent;
- d) state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- e) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable group will continue in operation.

The trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of the financial statements may differ from legislation in other jurisdictions.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF KALEIDOSCOPE PLUS GROUP

We have audited the financial statements of Kaleidoscope Plus Group for the year ended 31 March 2014 which comprise the Consolidated Statement of Financial Activities, the Consolidated and Parent Charitable Company's Balance Sheets, and related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Trustees' Responsibilities set out on page 15, the charitable company's trustees (who are also directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that the financial statements give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Trustees' Annual Report to identify any material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatement or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable group's and the parent charitable company's affairs as at 31 March 2014 and of the charitable group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been properly prepared in accordance with the requirements of the Companies Act 2006.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
KALEIDOSCOPE PLUS GROUP**

Opinion on other matters prescribed by the Companies Act 2006


In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Report and take advantage of the small companies' exemptions from the requirement to prepare a strategic report.

No. 8 Calthorpe Road
Edgbaston
Birmingham
B15 1QT


Simon Atkins FCA
Senior Statutory Auditor
For and on behalf of
Clement Keys LLP
Statutory Auditors
Chartered Accountants

1/10/14

GROUP STATEMENT OF FINANCIAL ACTIVITIES (Incorporating an Income and Expenditure Account)
For the year ended 31 March 2014

	<u>Notes</u>	Unrestricted Funds Total 2014 £	Restated Unrestricted Funds Total 2013 £
Incoming resources			
<i>Incoming resources from generated funds</i>			
Voluntary income			
Donations		15,497	670
Activities for generating funds			
Fundraising		670	1,194
Commercial trading operations		438,516	-
Investment income			
Bank interest	4	516	3,282
Dividend income	4	17,647	45,277
<i>Incoming resources from charitable activities</i>			
Contract and charges			
Residential care		888,162	842,582
Supported accommodation		898,827	1,062,889
Community services		975,884	904,012
Training		-	37,756
Total incoming resources	3	3,235,719	2,897,662
Incoming resources from continuing operations		2,826,257	2,476,716
Incoming resources from discontinued operations		409,462	420,946
Resources expended			
<i>Costs of generating funds</i>			
Commercial trading operations	5	549,400	-
Interest Payable		673	-
<i>Charitable activities</i>			
Residential care	5	1,015,124	1,001,947
Supported accommodation	5	769,284	907,841
Community services	5	1,040,220	837,779
Training	5	-	38,711
Awareness raising & publicity	5	54,037	25,959
Governance costs	5,7	31,656	36,542
Total Resources expended	5	3,460,394	2,848,779
Resources expended by continuing operations		2,920,661	2,341,693
Resources expended by discontinued operations		539,733	507,086
Net (outgoing) / incoming resources for the year being net (expenditure)/income		(224,675)	48,883
Other recognised (losses)/gains			
Realised (losses)/gains on investments		(2,917)	38,988
Unrealised (losses)/gains on investments		(4,280)	55,497
Net gain from joint ventures	12	44,713	7,248
Net movement in funds		(187,159)	150,616
Fund balances brought forward at 1 April 2013		2,307,849	2,157,233
Fund balances carried forward at 31 March 2014		2,120,690	2,307,849

The values for discontinued operations relate to the Gables Care Home, which closed on 28th March 2014. The charity has unrestricted funds only.

GROUP BALANCE SHEET AS AT 31 MARCH 2014

	Notes	2014		Restated 2013	
		£	£	£	£
Fixed assets					
Tangible assets	10		1,097,188		291,805
Investments	12		780,707		736,945
Current assets					
Debtors	13	467,185		288,203	
Cash at bank and in hand		<u>126,844</u>		<u>1,196,097</u>	
		594,029		1,484,300	
Creditors: amounts falling due Within one year	14	<u>(351,234)</u>		<u>(205,201)</u>	
Net current assets			<u>242,795</u>		<u>1,279,099</u>
Total assets less current liabilities			<u>2,120,690</u>		<u>2,307,849</u>
Net assets	15		<u><u>2,120,690</u></u>		<u><u>2,307,849</u></u>
Unrestricted funds	16				
Designated funds		1,397,188		750,000	
Revaluation Reserve		109,490		58,170	
General funds		<u>614,012</u>		<u>1,499,679</u>	
					2,307,849
Total funds			<u><u>2,120,690</u></u>		<u><u>2,307,849</u></u>

These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Trustees and authorised for issue on 1st October 2014 and signed on their behalf by:

P Naughton



D Saunders



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TRUSTEES

CHARITY BALANCE SHEET AS AT 31 MARCH 2014


	Notes	2014		2013	
		£	£	£	£
Fixed assets					
Tangible assets	11		217,458		291,805
Listed investments	12		719,591		720,542
Investments in subsidiaries	12		100		100
Current assets					
Debtors: due within one year	13	1,397,374		288,203	
Cash at bank and in hand		<u>95,905</u>		<u>1,195,997</u>	
		1,493,279		1,484,200	
Creditors: amounts falling due					
Within one year	14	<u>(213,042)</u>		<u>(205,201)</u>	
Net current assets			<u>1,280,237</u>		<u>1,278,999</u>
Total assets less current liabilities			<u>2,217,386</u>		<u>2,291,446</u>
Net assets			<u>2,217,386</u>		<u>2,291,446</u>
Unrestricted funds	16				
Designated funds		1,397,188		750,000	
Revaluation Reserve		48,374		58,070	
General funds		<u>771,824</u>		<u>1,483,376</u>	
			<u>2,217,386</u>		<u>2,291,446</u>
Total funds			<u>2,217,386</u>		<u>2,291,446</u>

These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Trustees and authorised for issue on 1st October 2014 and signed on their behalf by:

P Naughton

D Saunders

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TRUSTEES

NOTES TO THE FINANCIAL STATEMENTS

1. Accounting policies

The main accounting policies adopted in the preparation of these accounts are:

a) Basis of accounting

These accounts have been drawn up under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in November 2005 ("SORP 2005" revised 2008), and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The subsidiary, Kaleidoscope Plus Commercial, traded during the year so the company has, this year, prepared consolidated financial statements under s402 of the Companies Act 2006. This has necessitated the restatement of prior year balances.

b) Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in the furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes that do not contain legally binding restrictions.

c) Incoming resources

Donations, legacies and grant income are on a receipts basis unless the subject of a contractual commitment by the donor when they are accounted for on a receivable basis.

Income from rents and charges is recognised on an accruals basis according to chargeable occupancies.

Income on bank deposits is accounted for on the accruals basis. Income from quoted investments is recognised at the date the dividend is due

d) Resources expended

Resources expended include all costs incurred and accrued as at the balance sheet date.

Support costs, which include the central office functions such as general management, payroll administration budgeting and accounting, care and support services management, information technology and human resources are allocated across the categories of charitable expenditure, in proportion to total direct spend in each activity.

Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of the resources.

NOTES TO THE FINANCIAL STATEMENTS (continued)

1. Accounting policies (continued)

Charitable activities

Costs of charitable activities comprise all costs identified as wholly or mainly attributable to achieving the charitable objects of the charity, including the costs of disseminating information in support of charitable activities. These costs include staff costs, wholly or mainly attributable support costs and an apportionment of general overheads.

Governance costs

Governance costs comprise all costs identified as wholly or mainly attributable to ensuring public accountability of the charity and its compliance with regulation. These costs include external and Trustee costs.

e) Fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. Assets costing less than £500 are fully expensed in the year of purchase. Assets costing above this amount are capitalised as tangible fixed assets.

Depreciation is provided to write off the cost of tangible fixed assets over their estimated useful lives at the following annual rates using the straight-line method:

Leasehold Property and improvements	Over the remaining Lease Term
Furniture and Equipment	20.0%
I.T. Equipment (within Furniture and Equipment)	33.3%
Motor vehicles (within Furniture and Equipment)	25.0%

f) Gifts in kind

The value of the work done by volunteers is of significant value to Kaleidoscope Plus Group and to the people who use its services. The work of volunteers is greatly appreciated, but in accordance with the SORP no monetary value has been placed on their contribution in the financial statements.

g) Taxation

No corporation tax has been provided in these accounts because the income of the Charity is within the exemptions granted by Sections 466 to 493 of the Corporation Taxes Act 2010.

h) Operating lease rentals

Operating lease rentals are charged to the income and expenditure account on a straight line basis over the lease term.

i) Investments

Investments, other than investments in subsidiary undertakings have been included at market value as at the balance sheet date. Gains and losses arising from the disposal of investments are calculated at net sales proceeds less carrying value. Unrealised gains and losses on the revaluation of investments are recognised in the statement of financial activities.

Investments in subsidiary undertakings are stated at cost less provision for permanent diminution in value.

j) Pensions

The charity contributes to employees' personal pension plans. The pension charge in the accounts reflects contributions paid by the charity.

NOTES TO THE FINANCIAL STATEMENTS (continued)

2. Financial activities of the parent charitable company

	2014	2013
	£	£
Gross incoming resources	2,929,486	2,897,662
Total expenditure on charitable activities	(2,967,193)	(2,812,237)
Governance costs	(29,156)	(36,542)
Net incoming Resources	(66,863)	48,883
Realised gains and losses	(2,917)	38,988
Unrealised gains and losses	(4,280)	55,497
Net movement in funds	(74,060)	143,368
Total funds brought forward	2,291,446	2,148,078
Total funds carried forward	2,217,386	2,291,446

3. Incoming resources by source

	2014	Restated 2013
	£	£
Supporting people	592,806	832,842
Rents & charges received	1,158,921	1,007,926
Sandwell CCG and Sandwell MBC	824,332	779,439
Sandwell MBC - Voluntary Sector Support	79,456	77,899
Investment income & interest	18,163	48,559
Commercial Trading Operations	438,516	-
Other income	108,028	150,327
Charitable donations	15,497	670
	3,235,719	2,897,662

4. Investment Income

	2014	Restated 2013
	£	£
Dividend Income	17,647	45,277
Interest on bank accounts and short term deposits	516	3,282
	18,163	48,559

NOTES TO THE FINANCIAL STATEMENTS (continued)

5. Total resources expended

	Staff Costs	Depre- ciation	Other costs	Total 2014	Restated Total 2013
	£	£	£	£	£
Costs of Generating Funds					
Commercial Trading Operations	115,364	21,288	412,748	549,400	-
Interest Payable	-	-	673	673	-
Costs of charitable activities:					
Residential care	742,736	43,349	229,039	1,015,124	1,001,947
Supported accommodation	509,679	31,740	227,865	769,284	907,841
Community services	829,936	60,514	149,770	1,040,220	837,779
External training	-	-	-	-	38,711
Awareness raising & publicity	11,455	3,123	39,459	54,037	25,959
Governance	5,728	1,561	24,367	31,656	36,542
	2,214,898	161,575	1,083,921	3,460,394	2,848,779

6. Support costs

	Finance/ admin & general manage- ment	HR	IT	Internal training	Total 2014	Restated Total 2013
	£	£	£	£	£	£
Residential care	222,437	27,599	2,456	4,360	256,852	207,471
Supported accommodation	150,694	18,698	1,664	2,954	174,010	157,176
Community Services	253,736	31,483	2,802	4,974	292,995	213,760
External training	-	-	-	-	-	6,287
Awareness raising & publicity	12,215	1,907	125	332	14,579	472
Governance costs	6,107	953	63	166	7,289	20,858
	645,189	80,640	7,110	12,786	745,725	606,024

7. Governance costs comprise

	2014 £	Restated 2013 £
Apportionment of costs supporting governance activities	7,289	20,858
Professional fees	3,577	-
Trustees costs	76	171
Audit fees	13,417	11,400
Other	7,297	4,113
	31,656	36,542

NOTES TO THE FINANCIAL STATEMENTS (continued)

8. Net (outgoing)/incoming resources .

	2014	2013
	£	£
Net (outgoing)/incoming resources are stated after charging:		
Auditor's remuneration		
Audit	13,417	9,500
Other	-	1,600
Depreciation	161,575	82,541
Operating Leases – Land and Buildings	98,685	34,875
Operating Leases – Office Equipment	9,036	8,734

9. Staff costs

	2014	Restated 2013
	£	£
Wages and Salaries	1,925,253	1,838,918
Employers Social security costs	152,543	149,543
Employers Pension costs	16,979	16,765
	<u>2,094,775</u>	<u>2,005,226</u>
Agency costs	108,977	69,759
Recruitment costs	11,146	2,854
	<u>2,214,898</u>	<u>2,077,839</u>

Staff Costs per function as follows:

	2014	Restated 2013
	£	£
Costs of generating voluntary income	1,678,825	1,611,755
Commercial trading activity	115,364	-
Management and administration	420,709	466,084
	<u>2,214,898</u>	<u>2,077,839</u>

No employee earned in excess of £60,000 per annum (2013 – one employee earned between £60k and £70k). During the year, two employees were made Trustees. During their time on the board, their emoluments were as follows:

	2014	2014	2014	Restated 2013
	£	£	£	£
	Basic	Pension	TOTAL	TOTAL
Monica Shafaq (appointed 23/08/2013) Chief Executive & Company Secretary	54,141	2,707	56,848	56,848
Louise Biffin (appointed 23/08/2013) Director of Finance	47,936	-	47,936	47,936
	<u>102,077</u>	<u>2,707</u>	<u>104,784</u>	<u>104,784</u>

The average number of full-time employees excluding agency workers, analysed by function is:

	2014	Restated 2013
	Number	Number
Direct charitable services	71	67
Management and administration	20	17
	<u>91</u>	<u>84</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)

10. GROUP Tangible fixed assets

	Leasehold Property	Assets Under Construction	Leasehold Improve- ments	Centre Furniture and equipment	Office furniture and equipment	Total
	£	£	£	£	£	£
Cost						
At 1 April 2013	-	38,009	102,218	273,440	293,819	707,486
Additions	773,172	-	67,584	45,430	81,058	967,244
Transfers	-	(38,009)	38,009	-	-	-
Disposals	-	-	-	(38,992)	-	(38,992)
Cost at 31 March 2014	773,172	-	207,811	279,878	374,877	1,635,738
Depreciation						
At 1 April 2013	-	-	26,671	263,328	125,682	415,681
Charge for year	6,527	-	49,815	25,286	79,947	161,575
Disposals	-	-	-	(38,706)	-	(38,706)
Depreciation at 31 March 2014	6,527	-	76,486	249,908	205,629	538,550
Net book amount at 31 March 2014	766,645	-	131,325	29,970	169,248	1,097,188
Net book amount at 1 April 2013	-	38,009	75,547	10,112	168,137	291,805

11. CHARITY Tangible fixed assets

	Assets Under Construction	Leasehold Improvements	Centre Furniture and equipment	Office furniture and equipment	Total
	£	£	£	£	£
Cost					
At 1 April 2013	38,009	102,218	273,440	293,819	707,486
Additions	-	2,143	45,430	18,653	66,226
Transfers	(38,009)	38,009	-	-	-
Disposals	-	-	(38,992)	-	(38,992)
Cost at 31 March 2014	-	142,370	279,878	312,472	734,720
Depreciation					
At 1 April 2013	-	26,671	263,328	125,682	415,681
Charge for year	-	44,709	25,286	70,292	140,287
Disposals	-	-	(38,706)	-	(38,706)
Depreciation at 31 March 2014	-	71,380	249,908	195,974	517,262
Net book amount at 31 March 2014	-	70,990	29,970	116,498	217,458
Net book amount at 1 April 2013	38,009	75,547	10,112	168,137	291,805

Included in tangible fixed assets are assets with a net book value of £111,274 (2013 -£44,375) used for management and administration.

NOTES TO THE FINANCIAL STATEMENTS (continued)

12. Investments

	2014 £	Restated 2013 £
Opening Balance at 1 April 2013	716,601	826,307
Additions at cost	248,203	876,073
(Losses) / gains on investments	(4,280)	55,497
Disposals	(305,098)	(1,041,276)
Market value at 31 March 2014	655,426	716,601
Cash Held on Deposit	64,165	3,941
Total charitable company investments	719,591	720,542
Investment in Joint Venture undertaking:		
Share of gross assets	78,006	23,541
Share of gross Liabilities	(16,890)	(7,138)
Total group investments	780,707	736,945
	2014 £	Restated 2013 £
Market value at 31 March 2014 comprises:		
Listed investments - UK	294,183	200,648
- Overseas	361,243	515,953
Cash held on deposit	64,165	3,941
	719,591	720,542

Included within the portfolio are the following investments which comprise more than 5% of the market value of the portfolio:

	Percentage of Portfolio	Market Value 2014 £
Axa investment Management High Yield	9.4%	61,800
Fil Inv Svcs Fid Mb Income Net	8.6%	56,600
L&G Index linked Gilt Index Trust	7.5%	49,260
Pimco Global Investors	10.7%	70,193
PIMCO GIS Global Advantage Real Return	6.6%	43,200
M&G Corporate Bond	7.6%	50,089

NOTES TO THE FINANCIAL STATEMENTS (continued)

12. Investments (continued)

The Charity has 100% interest in the following subsidiary undertakings:

	Capital & Reserves 2014 £	Capital & Reserves 2013 £
Kaleidoscope Plus Commercials Ltd (formerly Black Country Consulting Ltd) – Kaleidoscope Plus Group (formerly Sandwell Mind) – limited by guarantee	(157,712)	100
	-	-
	<u>(157,712)</u>	<u>100</u>

The charity owns 100% of the ordinary share capital of Kaleidoscope Plus Commercials Ltd, a company engaged in property rental and provision of training and conferencing facilities. During the year to 31st March 2014 the results of Kaleidoscope Plus Commercials Limited were as follows:

	2014 £	2013 £
Turnover	444,707	-
Cost of Sales	(388,734)	-
Gross Profit	<u>55,973</u>	<u>-</u>
Staff Costs	(115,364)	-
Other Net Operating Costs	(98,421)	-
Operating Loss	<u>(157,812)</u>	<u>-</u>
Tax on profit on ordinary activities	-	-
Retained in Subsidiary :	<u>(157,812)</u>	<u>-</u>

The assets and liabilities of the subsidiary as at 31st March were:

Fixed Assets	879,730	-
Net Current Assets	(125,647)	100
Long Term Liability:	(911,795)	-
Total Net Assets	<u>(157,712)</u>	<u>100</u>
Aggregate Share Capital and Reserves	<u>(157,712)</u>	<u>100</u>

The charity also participates in a joint venture arrangement in Health for Living Limited, a company limited by guarantee, with three other parties. The company is engaged in carrying out activities which are for the betterment of health and wellbeing. The charity owns 25% of the company. This share of trading results and assets and liabilities is shown in the Consolidated Statement of Financial Activities. The charity owns 25% of the company and its share of the trading results and assets and liabilities are as follows:

NOTES TO THE FINANCIAL STATEMENTS (continued)

12. Investments (continued)

	2014	2013
	£	£
Turnover	160,634	95,580
Operating expenses	(104,617)	(86,600)
Operating profit / (loss)	56,017	8,980
Taxation	(11,304)	(1,732)
Profit after tax	44,713	7,248
Fixed assets	222	568
Current assets	77,784	22,973
Current liabilities	(16,890)	(7,138)
Net assets	61,116	16,403

The share of joint venture Income, £160,634 (2013: £95,580) and joint venture Expenditure, £115,921 (2013: £88,332) is shown within the Group Statement of Financial Activities as a net gain from joint ventures of £44,713 (2013: £7,248).

13. Debtors

	Group 2014	Charity 2014	Group 2013	Charity 2013
	£	£	£	£
Amounts falling due after one year				
Loan to subsidiary undertaking	-	911,795	-	-
Amounts falling due within one year				
Rents, charges and housing benefit	180,987	157,054	87,822	87,822
Prepayments and accrued income	171,993	82,470	55,793	55,793
Amounts due from subsidiary undertakings	-	201,270	-	-
Other debtors	114,205	44,785	144,588	144,588
	467,185	1,397,374	288,203	288,203

14. Creditors:

	Group 2014	Charity 2014	Group 2013	Charity 2013
	£	£	£	£
Amounts falling due within one year				
Rents, charges and housing benefit	69,720	-	24,530	24,530
Other taxation and social security	38,275	38,274	41,063	41,063
Accruals	42,670	42,670	30,779	30,779
Deferred income	72,012	15,072	31,964	31,964
Other creditors	128,557	117,026	76,865	76,865
	351,234	213,042	205,201	205,201

NOTES TO THE FINANCIAL STATEMENTS (continued)

14. Creditors (continued)

	Group 2014 £	Charity 2014 £	Group 2013 £	Charity 2013 £
Deferred Income:				
Brought forward	31,964	31,964	96,959	96,959
Released in year	(31,964)	(31,964)	(147,959)	(147,959)
Received	72,012	15,072	82,964	82,964
	<u>72,012</u>	<u>15,072</u>	<u>31,964</u>	<u>31,964</u>

Pension contributions of £4,852 (2013 - £2,816) were outstanding at the year-end in both the Group and the Charity.

15. Analysis of net assets between funds

	Unrestricted fund £	Designated fund £	Total funds £
Fund balances at 31 March 2014			
Are represented by:			
Fixed assets	480,707	1,397,188	1,877,895
Current assets	594,029	-	594,029
Current Liabilities	(351,234)	-	(351,234)
	<u>723,502</u>	<u>1,397,188</u>	<u>2,120,690</u>

16. Statement on movement of funds

Group	Restated Balance at start of year £	Incoming £	Outgoing £	Transfers/ gains £	Balance at end of year £
Unrestricted funds					
Designated fund	750,000	-	-	647,188	1,397,188
Revaluation Reserve	-	-	-	109,490	109,490
General funds	1,557,849	3,235,719	(3,460,394)	(719,162)	614,012
Total unrestricted fund	2,307,849	3,235,719	(3,460,394)	37,516	2,120,690

Designated funds relate to funds set aside for the purpose of four months contingency costs at £850,000 (2013 - £Nil), servicing assets for 12 months £247,188 (2013 - £Nil) and a Business Development Fund of £300,000 (2013 - £Nil).

Charity	Restated Balance at start of year £	Incoming £	Outgoing £	Transfers/ gains £	Balance at end of year £
Unrestricted funds					
Designated fund	750,000	-	-	647,188	1,397,188
Revaluation Reserve	-	-	-	48,374	48,374
General funds	1,541,446	2,929,486	(2,996,349)	(702,759)	771,824
Total unrestricted fund	2,291,446	2,929,486	(2,996,349)	(7,197)	2,217,386

NOTES TO THE FINANCIAL STATEMENTS (continued)

17. Transactions with Trustees

The Trustees received total expenses of £76 (2013: £500) in the period as reimbursement of the costs of travelling to meetings.

Trustee remuneration is disclosed in Note 9.

Insurance to indemnify the Trustees against default on their part is included as part of the overall insurance package purchased by the charity.

18. Operating leases

Annual rentals payable under operating leases are due as follows:

	2014		2013	
	Land and buildings £	Office Equipment £	Land and Buildings £	Office Equipment £
Within one year	-	5,125	20,795	-
Within two to five years	-	5,845	-	12,557
After more than five years	85,000	-	-	-
	<u>85,000</u>	<u>10,970</u>	<u>20,795</u>	<u>12,557</u>

19. Related Parties

Kaleidoscope Plus Group is part of a group that prepares consolidated financial statements. The company has taken advantage of not disclosing transaction with group entities under the terms of FRS8 "Related Party Disclosures".

D DaSilva, a trustee of Kaleidoscope Plus Group, is a director of HCB Solicitors, a firm Kaleidoscope Plus Commercial Limited uses for legal services. HCB Solicitors invoiced Kaleidoscope Plus Commercial Limited £18,707 during the year for services rendered (2013: £Nil). As at 31st March 2014 there were no outstanding fees due to HCB (2013: £Nil).