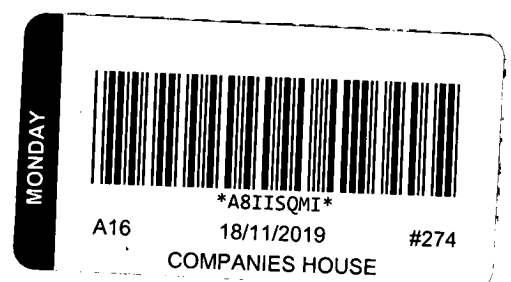


Registered number: 05386416
Charity number: 1110076

**CUMBRIA CEREBRAL PALSY
UNAUDITED TRUSTEES' REPORT
AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

SeavorChartered
Chartered Tax Advisers
Clifford Court
Cooper Way
Carlisle
Cumbria
CA3 0JG



**CUMBRIA CEREBRAL PALSY
CONTENTS OF THE UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

CONTENTS

	Page
Reference and administrative details of the charity, its trustees and advisers	1
Trustees' report	2 - 7
Independent examiner's report	8
Statement of financial activities	9
Balance sheet	10 - 11
Notes to the financial statements	12 - 23

**CUMBRIA CEREBRAL PALSY
REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND
ADVISERS
FOR THE YEAR ENDED 31 MARCH 2019**

Trustees	Mrs A J Carr Mrs E M Thomson Mr A D Darroch Mrs G Wykes Mr J Harper Mr C Scott-Buccleugh Mr A K Taylor Mr B Earley Mrs J Swinglehurst
Registered number	05386416
Charity number	1110076
Registered office	22 Spencer Street Carlisle Cumbria CA1 1BG
Company secretary	Ms Lynne Culley
Accountants	SeavorChartered Chartered Tax Advisers Clifford Court Cooper Way Carlisle Cumbria CA3 0JG
Bankers	Lloyds Bank Plc 182 High Street Walthamstow London E17 7JH
Solicitors	Cartmell Shepherd Viaduct House Carlisle Cumbria CA3 8EZ

**CUMBRIA CEREBRAL PALSY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019**

The Trustees (who are also directors of the charity for the purposes of the Companies Act) present their annual report together with the financial statement of Cumbria Cerebral Palsy (the charity) for the year ended 31 March 2019.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

Since the charity qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The charity is registered as a charitable company limited by guarantee and was incorporated by a Memorandum of Association on 9 March 2005. The Memorandum and Articles of Association comprise the governing document and establish the objects and powers of the charitable company. The company was registered as a charity on 28 June 2005.

Method of appointment or election of Trustees

The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

There is a maximum of 12 elected Trustees and 8 co-opted Trustees. Elected Trustees are elected or re-elected for a term of 3 years concluding at the third Annual General Meeting after their election. Any elected Trustee retiring at any Annual General Meeting may, if willing to stand, be proposed for re-election.

Co-opted Trustees shall not be required by rotation but shall cease to hold office at the expiry of their specified term of office. Any vacancy arising amongst the Trustees may be filled by resolution of the board.

Due to the nature of the charity's work, the Trustees seek to ensure that the needs of this group are reflected on the Board. The traditional business, social care and health are well represented on the Board in an effort to maintain a broad mix of skills.

Policies adopted for the induction and training of Trustees

Prior to election, potential Trustees complete an application form indicating the areas of the charity's work they are particularly interested in and the skills they feel they can offer to the Board of Trustees. A policy setting out the procedures for the selection of Trustees is in place. A copy of the Memorandum and Articles of Association and the latest financial statements are distributed to Trustees on appointment.

**CUMBRIA CEREBRAL PALSY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019**

Organisational structure and decision making

Cumbria Cerebral Palsy is an independent charity providing services for people with cerebral palsy and similar conditions primarily, but not exclusively, living within Cumbria.

The Trustees are responsible for the overall management and control of the organisation and meet up to six times during the year. Extra meetings are arranged as and when required. The day to day management of the charity is delegated by the Board of Trustees to the Chief Officer who reports to the Trustees.

Related party relationships

Cumbria Cerebral Palsy provides day care opportunities under a contract with the Local Authority. The charity also works closely with CP Cumbria Limited for the purposes of sharing information and knowledge in addition to other organisations also supporting people with cerebral palsy or an associated disability. Any financial transactions with CP Cumbria Limited are disclosed in the related party note to the financial statements.

Risk management

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the charity and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks. Procedures are in place to ensure compliance in particular with the Health and Safety of staff, volunteers, clients and visitors to the Day Centre and Head Office which have been externally audited and approved by the charity's insurance company.

OBJECTIVES AND ACTIVITIES

Policies and objectives

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the charity commission relating to public benefit.

Therefore, in planning activities for the year, the charity commission guidance on public benefit is adhered to at Board meetings. The focus of our activities is to design and deliver person centred care planning by range of flexible services for people who have access to our day opportunities. This benefits people by developing their self-confidence as they are supported to take more control and make decisions affecting their lives. We welcome people from all backgrounds, faiths, genders, or personal circumstances and firmly believe this diversity enables everyone through the sharing of experiences, skills and aptitudes.

Activities for achieving objectives

Purpose and Aims

The Charity's purposes as set out in the objects contained in the Company's Memorandum of Associations are to:

"promote the care and welfare of those with cerebral palsy and similar conditions, primarily, but not exclusively within Cumbria, by providing services, support and training to those

**CUMBRIA CEREBRAL PALSY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019**

individuals including, but not restricted to services relating to health care, welfare, medical treatment, education, employment, accommodation and advice".

The aim of the charity is to support people with cerebral palsy, their families and carers, living in Cumbria.

Ensuring the charity's work delivers its aims

The charity regularly reviews its aims, objectives and activities throughout the year by quality assurance audits, feedback from people, and regular monitoring of the service. This enables the charity to move forward with confidence knowing the services provided are meeting the needs of the people it aims to support. As part of this development, Cumbria Cerebral Palsy is registered as domiciliary care provider using the specialisms, we have built up through operating the day opportunity centre. The charity has built up a skilled workforce who specialise in providing care which puts the person at the centre and therefore in control of their care package.

The focus of our work

The main objective for the year has been to offer day opportunities for people with cerebral palsy and associated disabilities living in the north Cumbria area. People attending the day opportunity centre usually live at home either with parents, or in their own homes. By offering a person-centred service, each support plan is catered to the needs of the people and what they want from attending the day service.

How the charities activities deliver public benefit

As mentioned, when looking at future service delivery planning, the Trustees are mindful of the guidance on public benefit. The focus of our services is to design person centred care planning, delivering a flexible service totally around the individual needs of the people who access our day opportunity service. The centre benefits people by working closely to develop self-confidence, gaining new skills whether emotional or practical to enable people to aim to be as independent as possible and therefore well placed to make their own decisions about their daily lives in addition to a respite service for people who are full time carers.

We welcome people from all backgrounds believing this level of diversity helps everyone through the sharing of experiences, skills and aptitudes. A great contribution is made by volunteers working at the day opportunity centre and we are grateful for the support people give listening, encouraging, and befriending the people who access our service. Without this valuable contribution we would not be able to achieve as much as we do.

REVIEW OF ACTIVITIES

Who used and benefited from the charity's services

People with complex physical, learning disabilities, challenging behaviour and dementia access our day opportunity service. Most people live within the Carlisle district. Referrals to the service come mostly from self-referral although we work alongside the Local Authority and Health Authority. The Centre operates in a purpose-built building at Lister House. It is registered for up to 15 people each weekday.

**CUMBRIA CEREBRAL PALSY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019**

Investment policy and performance

The Trustees having regard to the liquidity requirements of operating a day opportunity service have operated a policy of keeping available funds in interest bearing deposit accounts achieving the best rate of interest. With this in mind, the charity regularly checks on the best options for its liquid reserves.

FINANCIAL REVIEW

Financial risk management objective and policies

The Trustees review the major risks to which the charity is exposed. Systems and procedures are established to mitigate, where appropriate, these risks. Internal control systems are minimised by the implementation for authorisation of all transactions and projects. Procedures are in place to ensure Health and Safety compliance for all staff, volunteers and visitors to the Centre and Head Office.

Cumbria Cerebral Palsy acquired the trading activities, charitable activities, assets and liabilities of CP Cumbria Limited on 23 February 2019. As at 22 February 2019, CP Cumbria Limited had a deficit of £15,768 for which the responsibility has been taken on by Cumbria Cerebral Palsy. Historically, Cumbria Cerebral Palsy has supported CP Cumbria Limited and their objectives have been closely aligned.

Reserves policy

The Trustees have a policy to maintain a balance on unrestricted funds equivalent to 3 months unrestricted payments. The balance in the accounts show unrestricted funds of £378,606 (2018: £375,654) and a deficit on restricted funds of £181,747 (2018: £185,376) meaning that unrestricted funds could be utilised to offset the restricted fund deficit.

Deficit

There is a deficit on the restricted fund balance as a result of the variances of the pension fund deficit over which we have no control. The Trustees have endorsed the policy of Cumbria County Council and advices of the Pension Actuary to increase the employer's contribution rate on an annual basis and in addition to contribute agreed cash amounts in order to reduce or remove the pension deficit over a given period.

Principal Funding

The day opportunities income is via people's direct payments and the centre operates under a contract with the Local Authority. Additional funding to improve the quality of the service comes from fundraising by application to trust funds. During the year we have secured funding from the following and wish to record our grateful thanks to:

- Proven Family Trust
- The Grace Trust
- The John Gilpin Trust
- The Co-op Community Trust
- The Charlie and Kathleen Dunnery Children's Fund
- Albert Hunt Trust
- The John Slater Foundation
- Allerdale County Council
- The Morrisons Foundation

**CUMBRIA CEREBRAL PALSY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019**

Material investments policy

The Trustees, having regard to the liquidity requirements of operating a day opportunity centre have adopted a policy of keeping available funds in an interest-bearing deposit account and seek to achieve the best rate possible on deposit.

Plans for our future

It is the aim of the charity to continue to provide the highest possible level of creative services for people wishing to attend the day centre or using domiciliary care services with delivery of the agreed outcomes people wish to achieve. We will continue to encourage people to be more involved in their local communities by providing support and building confidence and skill bases. We will continue our regular consultation with people using our service to ensure it is meeting people's hope and aspirations and will listen to what people will tell us in shaping the service in the future. We welcome and encourage feedback on what we do, what things we can do better, and most importantly if we are providing what people want from us.

Pensions Funds and Restricted Funds

The financial statements include the full adoption of Accounting Standard FRS17. The Trustees have endorsed the policy of Cumbria County Council and increased the employer's contribution on an annual basis, in addition to a capital sum, in order to reduce or remove the pension deficit.

TRUSTEES' RESPONSIBILITIES STATEMENT

The Trustees (who are also directors of Cumbria Cerebral Palsy for the purpose of company law) are responsible for preparing the Trustees' report and 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. 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 charitable company and of the incoming of resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- observe the methods and principals in the Charities SORP;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006.

**CUMBRIA CEREBRAL PALSY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019**

They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In preparing this report, the Trustees have taken advantage of the small companies' exemptions provided by section 415A of the companies Act 2006.

This report was approved by the Trustees, on 17 June 2019 and is signed on their behalf by:

A handwritten signature in black ink, appearing to be 'E Thomson', written over a horizontal dashed line.

Mrs E Thomson (Chair)

**CUMBRIA CEREBRAL PALSY
INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 MARCH 2019**

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF CUMBRIA CEREBRAL PALSY (the 'charity')

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 31 March 2019.

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work or for this report.

RESPONSIBILITIES AND BASIS OF REPORT

As the Trustees of the charity you are responsible for the preparation of the accounts in accordance with the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

INDEPENDENT EXAMINER'S STATEMENT

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that in, any material respect:

- accounting records were not kept in accordance with section 130 of the Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Graeme Seavor

Graeme Seavor ACA CTA

17 June 2019

SeavorChartered
Chartered Tax Advisers
Clifford Court
Cooper Way
Carlisle
Cumbria
CA3 0JG

**CUMBRIA CEREBRAL PALSY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2019**

		Unrestricted funds 2019	Restricted funds 2019	Total Funds 2019	Total funds 2018
	Note	£	£	£	£
INCOME FROM					
Donations and legacies	2	1,639	-	1,639	10,634
Investments	3	5	-	5	14
Charitable activities	4	-	141,554	141,554	128,169
Other trading activities	5	18,870	-	18,870	-
Other income		-	-	-	18,526
TOTAL INCOME		20,514	141,554	162,068	157,343
EXPENDITURE ON:					
Raising funds	6	10,313	-	10,313	-
Charitable activities	7	1,359	112,820	114,179	143,383
Governance	8	-	4,994	4,994	3,468
Total expenditure		11,672	117,814	129,486	146,851
Net income / (expenditure) before other gains and losses		8,842	23,740	32,582	10,492
Actuarial gains/ (losses) on defined benefit pension schemes	18	(5,889)	(20,111)	(26,000)	55,000
Net movement in funds		2,953	3,629	6,581	65,492
RECONCILIATION OF FUNDS					
Total funds brought forward		375,654	(185,376)	190,278	124,786
TOTAL FUNDS carried forward		378,606	(181,747)	196,859	190,278

**CUMBRIA CEREBRAL PALSY
BALANCE SHEET
FOR THE YEAR ENDED 31 MARCH 2019**

		2019		2018	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible Assets	13		10,512		-
Tangible Assets	14		264,430		89,422
CURRENT ASSETS					
Debtors	15	34,024		210,007	
Cash at bank and in hand		28,406		9,275	
		<u>62,430</u>		<u>219,282</u>	
CREDITORS					
Creditors: amounts falling due within one year	16	(10,513)		(18,426)	
		<u>(10,513)</u>		<u>(18,426)</u>	
NET CURRENT ASSETS			<u>51,917</u>		<u>200,856</u>
NET ASSETS LESS CURRENT LIABILITIES			326,859		290,278
Defined benefit pension scheme liability – Restricted	18		(100,555)		(77,350)
Defined benefit pension scheme liability – Unrestricted	18		(29,445)		(22,650)
NET ASSETS INCLUDING PENSION SCHEME LIABILITIES			<u>196,859</u>		<u>190,278</u>
CHARITY FUNDS					
Restricted Funds:					
Restricted funds excluding pension asset		(224,260)		(248,000)	
Pension reserve		<u>42,513</u>		<u>62,624</u>	
Total restricted funds			(181,747)		(185,376)
Unrestricted funds:					
Unrestricted funds excluding pension asset		358,120		349,279	
Pension reserve		<u>20,486</u>		<u>26,375</u>	
Total unrestricted funds			<u>378,606</u>		<u>375,654</u>
TOTAL FUNDS			<u>196,859</u>		<u>190,278</u>

**CUMBRIA CEREBRAL PALSY
BALANCE SHEET
FOR THE YEAR ENDED 31 MARCH 2019**

The Trustees consider that the charity is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the charity to obtain an audit for the year in question in accordance with section 476 of the Act.

The Trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the charity as at 10 June 2019 and of its net resources expended for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charity.

The financial statements have been prepared in accordance with the provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Trustees on 17 June 2019 and signed on their behalf, by:



Mrs E Thomson, Chair

**CUMBRIA CEREBRAL PALSY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statements of Recommended Practice applicable to charities preparing their account in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102), the Charities SORP (FRS 102) and the Companies Act 2006.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Fund accounting

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

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund are set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

1.3 Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received, and the amount of income receivable can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably, and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the charity of the item is probable and that economic benefit can be measured.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donation received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other Income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

**CUMBRIA CEREBRAL PALSY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

1. ACCOUNTING POLICIES (continued)

1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make payment to a third party, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accrual's basis. All expenses including support costs and governance costs are allocated to the applicable expenditure headings.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

All resources expended are inclusive of irrecoverable VAT.

1.5 Tangible fixed assets and depreciation

All assets costing more than £300 are capitalised.

Tangible fixed assets are stated at cost less depreciation. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Short Term Leasehold Property	- 12 to 15 years
Fixtures and fittings	- 5 to 7 years

1.6 Operating leases

Rentals under operating leases are charged to the statement of financial activities on a straight-line basis over the lease term.

1.7 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

1.8 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount repaid net of any trade discounts due.

1.9 Pensions

The charity operates a defined benefits pension scheme and the pension charge is based on a full actuarial valuation dated 31 March 2010.

Pension costs are accounted for by the charity in accordance with FRS 17 Retirement Benefits. Under FRS 17, pension scheme assets are measured using realisable values. Pension scheme liabilities are measured using a projected unit method and discounted at the current rate of return on a high quality corporate bond of equivalent term to the liability. Any pension scheme surplus (to the extent that it is recoverable) or deficit is recognised in full and presented on the face of the balance sheet. The movement in the scheme surplus/deficit is split between operating and financing items in the profit and loss account and the statement of total recognised gains and losses.

**CUMBRIA CEREBRAL PALSY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

1. ACCOUNTING POLICIES (continued)

1.10 Cash at Bank and in Hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.11 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimate reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.12 Financial instruments

Financial instruments are classified and accounted for according to the substance of the contractual arrangement, as either financial assets, financial liabilities, or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

1.13 Taxation and Value Added Tax

The charity is exempt from corporation tax on its charitable activities. Value Added Tax is payable on certain shop income and recoverable on charity shop purchases.

2. Income from donations and legacies

	Unrestricted funds 2019 £	Total funds 2019 £	Total Funds 2018 £
Donations	1,639	1,639	3,621
Legacies	-	-	7,013
TOTAL DONATIONS AND LEGACIES	1,639	1,639	10,634

3. Investment income

	Unrestricted funds 2019 £	Total Funds 2019 £	Total Funds 2018 £
Bank interest	5	5	14

**CUMBRIA CEREBRAL PALSY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

4. Income from charitable activities

	Restricted funds 2019	Total funds 2019	Total Funds 2018
	£	£	£
Day centre	<u>141,554</u>	<u>141,554</u>	<u>128,169</u>

5. Activities for generating funds

	Unrestricted funds 2019	Total funds 2019	Total Funds 2018
	£	£	£
Shop income	<u>18,870</u>	<u>18,870</u>	<u>-</u>

6. Expenditure on generating funds

	Unrestricted funds 2019	Total funds 2019	Total Funds 2018
	£	£	£
Shop expenditure	<u>10,313</u>	<u>10,313</u>	<u>-</u>

7. Expenditure on Charitable activities

	Unrestricted funds 2019	Restricted funds 2019	Total funds 2019	Total funds 2018
	£	£	£	£
Wages and salaries	-	79,493	79,493	103,459
Pension costs	1,359	4,641	6,000	15,000
Premises expenses	-	(739)	(739)	1,707
Insurances	-	1,479	1,479	3,412
Office expenses	-	-	-	1,564
Direct centre expenses	-	12,654	12,654	10,134
Repairs and maintenance	-	5,616	5,616	4,427
Sundry	-	2,400	2,400	2,041
Bank charges	-	500	500	-
Depreciation	-	1,520	1,520	1,639
Amortisation	-	5,256	5,256	-
TOTAL	<u>1,359</u>	<u>112,820</u>	<u>114,179</u>	<u>143,383</u>

**CUMBRIA CEREBRAL PALSY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

8. Governance costs

	Unrestricted funds 2019	Restricted funds 2018	Total Funds 2018	Total Funds 2018
	£	£	£	£
Accountancy	-	4,242	4,242	2,178
Legal and professional	-	752	752	170
Net finance costs in respect of defined benefit pension scheme	-	-	-	1,120
	-	4,994	4,994	3,468

9. Analysis of resources expended by expenditure type

	Staff Costs 2019	Depreciation 2019	Other Costs 2019	Total 2019	Total 2018
	£	£	£	£	£
Day centre	89,806	6,777	23,909	120,492	143,383
Expenditure on governance	-	-	4,994	4,994	3,468
	89,806	6,777	28,903	125,486	146,851

10. Net incoming / (resources expended)

	Total funds 2019	Total Funds 2018
	£	£
Depreciation of tangible fixed assets – owned by the charity	1,520	1,639
Amortisation of Goodwill on acquisition of CP Cumbria Limited trade and assets	5,257	-
	6,777	1,639

During the current and prior year, no Trustees received any remuneration, benefits in kind or any reimbursement of expenses.

11. Independent Examiners remuneration

The Independent Examiners remuneration amounts to an Independent Examination fee of £1,000 (2018: £1,000) and other services of £2,565 (2018: £1,400).

**CUMBRIA CEREBRAL PALSY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

12. Staff Costs

	2019	2018
	£	£
Wages and salaries	85,741	107,322
Social security costs	4,065	3,812
Employer's pension costs	6,000	7,325
TOTAL	95,806	118,459

The average monthly number of employees during the year was as follows:

	2019	2018
	£	£
Care staff	9	9
Management	1	1
Other	1	-
TOTAL	11	10

No employee received remuneration in the current or previous year amounting to more than £60,000.

13. Intangible assets

	Goodwill
	£
Cost	
As at 1 April 2018	-
Additions	15,768
Disposals	-
As at 31 March 2019	15,768
Depreciation	
As at 1 April 2018	-
Provided during the period	5,256
As at 31 March 2019	5,256
Net Book Value	
As at 31 March 2019	10,512
As at 31 March 2018	0.00

Intangible assets include goodwill generated on the acquisition of the charitable activities, trade, assets and liabilities of CP Cumbria Limited on 23 February 2019.

**CUMBRIA CEREBRAL PALSY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

14. Tangible fixed assets

	Freehold property	Short Term Leasehold property	Fixtures and fittings	Computer equipment	Total
	£	£	£	£	£
Cost					
As at 1 April 2018	70,000	29,892	1,399	-	101,291
Additions	175,000	-	-	1,529	176,529
Disposals	-	-	-	-	-
As at 31 March 2019	245,000	29,892	1,399	1,529	277,820
Depreciation					
As at 1 April 2018	-	10,470	1,399	-	11,869
Provided during the period	-	1,495	-	25	1,520
As at 31 March 2019	-	11,965	1,399	25	13,389
Net Book Value					
As at 31 March 2019	245,000	17,927	-	1,504	264,430
As at 31 March 2018	70,000	20,917	144	-	91,061

**CUMBRIA CEREBRAL PALSY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

15. Debtors

	2019	2018
	£	£
Trade Debtors	26,748	12,141
Amounts owed by CP Cumbria Ltd	-	192,756
Prepayments and accrued income	3,763	5,110
Other debtors	3,513	-
	<u>34,024</u>	<u>210,007</u>

16. Creditors: Amounts falling due within one year

	2019	2018
	£	£
Trade creditors	423	7,279
Other taxation and social security	1,542	1,711
Other creditors	3,438	3,662
Accruals and deferred income	5,110	5,774
	<u>10,513</u>	<u>18,426</u>

17. Statement of funds

	Brought Forward	Incoming resources	Resources expended	Gains/ (Losses)	Carried Forward
	£	£	£	£	£
Unrestricted funds					
General fund	349,279	20,513	(11,672)	-	358,120
Pension reserve	26,375	-	-	(5,889)	20,486
	<u>375,654</u>	<u>20,513</u>	<u>(11,672)</u>	<u>(5,889)</u>	<u>378,606</u>
Restricted funds					
Restricted fund	(248,000)	141,554	(117,814)	-	(224,260)
Pension reserve	62,624	-	-	(20,111)	42,513
	<u>(185,376)</u>	<u>141,554</u>	<u>(117,814)</u>	<u>(20,111)</u>	<u>(181,747)</u>
TOTAL OF FUNDS	<u>190,278</u>	<u>162,067</u>	<u>(129,486)</u>	<u>(26,000)</u>	<u>196,859</u>

CUMBRIA CEREBRAL PALSY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

18. Pension commitments

The charity operates a defined benefit pension scheme.

Principle actuarial assumptions at the Balance sheet date (expressed as weighted averages):

	2019	2018
Future salary increases	3.7%	3.7%
Future pension increases	2.3%	2.3%
Inflation	2.2%	2.2%

Cumbria Cerebral Palsy is an allocated part of the Cumbria Local Government Pension Scheme which provides benefits based on final pensionable pay. These defined benefit arrangements are closed to new employees and following an actuarial valuation at 31 March 2009 a deficit recovery plan was agreed with the schemes; trustees which aimed to eliminate the deficit by 2029.

In 2011 a new recovery plan was agreed with schemes' trustees which provided for an increase in employer contributions of 22.9%. This recovery plan aimed to eliminate the deficit within 20 years; this has now been reduced as a result of subsequent actuarial assessments.

Following the closure of the defined benefit arrangements to new employees, new employees are invited to join a defined contribution scheme.

Pension scheme assets are valued at realisable value at the balance sheet date. Pension scheme liabilities are measured using a projected unit method and discounted at the current rate of return on a high-quality corporate bond of equivalent term and currency to the liability. Any pension scheme surplus (to extent that it is considered recoverable) or deficit is recognised in full and presented on the face of the balance sheet. Any movement in the scheme surplus/deficit in each year is charged/credited through either the statement of financial activities or in the case of actuarial gains and losses through the statement of total recognised gains and losses.

The assets in the scheme and the expected rates of return were:

	2019	2018
	£	£
Equities	697,000	703,000
Debt instruments	636,000	580,000
Property	137,000	132,000
	<u>1,470,000</u>	<u>1,415,000</u>

The actual return on scheme assets was £91,000 (2018: £218,000).

**CUMBRIA CEREBRAL PALSY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

The amounts recognised in the Statement of Financial Activities incorporating income and expenditure are as follows:

	2019	2018
	£	£
Current service cost	(3,000)	(14,000)
Interest on obligation	(41,000)	(38,000)
Expected return on scheme assets	38,000	44,000
	<u>(6,000)</u>	<u>(8,000)</u>

Movements in the present value of defined benefit obligation were as follows:

	2019	2018
	£	£
Opening defined benefit obligation	1,515,000	1,564,000
Current service cost	3,000	14,000
Interest cost	41,000	38,000
Contributions by scheme participants	-	2,000
Actuarial losses/(gains)	79,000	(55,000)
Benefits paid	(38,000)	(48,000)
	<u>1,600,000</u>	<u>1,515,000</u>

Changes in the fair value of scheme assets were as follows:

	2019	2018
	£	£
Opening fair value of scheme assets	1,415,000	1,409,000
Expected return on assets	38,000	35,000
Actuarial gains on assets	53,000	9,000
Contributions by employer	2,000	8,000
Contributions by scheme participants		2,000
Benefits paid	(38,000)	(48,000)
	<u>1,470,000</u>	<u>1,415,000</u>

CUMBRIA CEREBRAL PALSY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

The major categories of scheme assets as a percentage of total scheme assets are as follows:

	2019	2018
Equities	47.5%	49.7%
Government bonds	17.9%	17.5%
Property	9.3%	9.3%
Cash	4.8%	5.4%
Other Assets	14.2%	11.8%
Other bonds	6.3%	6.3%

Amounts for the current and previous period are as follows:

Defined benefit pension schemes:

	2019	2018
	£	£
Defined benefit obligation	(1,600,000)	(1,515,000)
Scheme assets	1,470,000	1,415,000
DEFICIT	(130,000)	(100,000)

19. Related party transactions

Cumbria Cerebral Palsy is related to CP Cumbria Limited (Registered number 07327176, Charity number 1139702) by way of common control.

Cumbria Cerebral Palsy paid certain items of expenditure on behalf of CP Cumbria Limited which are repaid when funds permit. At 31 March 2019 the balance owed by CP Cumbria Limited was £nil (2018: £192,756).

CP Cumbria Limited's trading activities, charitable activities, assets and liabilities were acquired by Cumbria Cerebral Palsy at market value on 23 February 2019.

20. Controlling party

The charity was under the control of the Trustees.

21. Share capital

The company is limited by guarantee and does not have a share capital.

22. Members liability

Every member of the company undertakes to contribute such amount as may be required (not exceeding £1) to the company's assets if it should be wound up whilst a member, or within one year after ceasing as a member, for payment of the company's debts and liabilities contracted before ceasing to be a member, and of the costs, charges and expenses of winding up.

**CUMBRIA CEREBRAL PALSY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

23. General information

Cumbria Cerebral Palsy is a private company, limited by guarantee without share capital and has an exemption not to use the word "Limited", incorporated in England & Wales, registered number 05386416. The registered office is 22 Spencer Street, Carlisle, Cumbria, CA1 1BG. The charity is a Public Benefit Entity.