

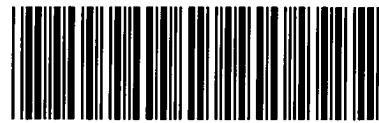
**CAPITAL CARERS LTD**  
**A Company limited by guarantee**  
**And not having a Share Capital**

**Charity Registration No. SC027274**

**Company Registration No. SC194747**

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

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COMPANIES HOUSE

**Reference and Administration Details**  
**For the Year ended 31 March 2021**

**Trustees:** The directors serving during the year and since the year end were as follows:

Fiona R C Cherry Chair  
Ruth Campbell  
Elke Cradden  
Lesley Hinds  
Dr Peter Stewart  
Edward G Thorn

**Secretary:** Edward G Thorn

**Operations Manager:** Ron Carthy

**Bankers:** The Royal Bank of Scotland PLC  
12 North West Circus Place  
Edinburgh  
EH3 6SX

**Independent Examiner:** Christopher Spalding C.A.  
James Anderson & Co  
Chartered Accountants  
Pentland Estate  
Straiton  
Edinburgh  
EH20 9QH

**Registered Office:** 1 Granton Mains Avenue  
Edinburgh  
EH4 4GA

**Company Registration No:** SC194747

**Charity Registration No:** SC027274

**Governing Document:** Articles of Association

**Report of the Trustees  
For the Year ended 31 March 2021**

The trustees who are also the directors present their annual report and financial statements of the charity for the year ended 31 March 2021.

The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), 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 (Charities SORP FRS 102).

**Objects of the charity**

The charity's objective and its principal activity is to provide services that support unpaid carers, the people that they care for, the dependents of unpaid carers and the people they care for living in the Edinburgh area, with a particular focus on supporting those living in the City of Edinburgh's North West locality.

**What is the organisation about**

**Vision:** Our vision is that all Carers living in the Edinburgh area and in particular the North West locality get the help and support they need to sustain their carer role.

**Mission:** Our mission is to provide the highest quality support for Carers throughout North Edinburgh, so that their stress and isolation is reduced.

**Aim:** Our aim is to provide a high quality Carer-led service which is welcoming and attentive to individual needs and has Carers at the centre of what we do.

Capital Carers Ltd's ethos is to provide unpaid Adult and Young Carers with a range of high quality support services, which enables them to have some normality of life whilst carrying out their caring role.

**Achievements and Performance**

This year, the major challenge was to adapt our services in response to the Coronavirus epidemic and consequent lockdown in addition to the usual challenge of securing funding.

- In collaboration with two other Carer support agencies we won a competitive tender to deliver Young Carer and Young Adult Carer support services across the city of Edinburgh for an initial five years with a possible extension to eight years. Capital Carers will focus on the North West of the City. The value of the contract to Capital Carers over the eight years is £1,467,904.
- We reviewed our staffing structure, established a Young Carer Services Manager post and recruited three highly qualified and experienced Young Carer Support Workers.
- We significantly increased the number of young primary Carers and young Carers with complex needs.
- We set up a Young Adult Care Service.
- We redesigned our website to provide a comprehensive overview of our activities and the facility to accept referrals online.
- We adapted our support services to comply with coronavirus lockdown restrictions by providing weekly Zoom groups; 1:1 support via Zoom, weekly phone calls or text and phone-ins 9am – 9pm.
- We secured funding to provide tablets and phones to enable Carers to participate on online activities and IT equipment to enable staff to work from home.
- We increased the number of Carers, young and adult, accessing our services.
- We carried out a successful 'proof of concept' exercise to demonstrate the value of engaging a fundraiser.

Our thanks as Board members go to all who have contributed to this effort, in particular our Staff and Funders.

## Report of the Trustees For the Year ended 31 March 2021 (Continued)

### Funding activity

Particular thanks for funding and donations, goes to:

- Life Changes Trust
- BBC Children In Need
- Robertson Trust
- One City Trust
- Corra Foundation
- Scottish Council for Voluntary Organisations

### Financial Review

The Statement of Financial Activities (SOFA) shows the net movement in funds as operational surplus £6,765, a transfer of funds of £915 and a charge for re-measurement of the liability by the Pensions Trust of £4,031 in total £3,649 (2020: surplus £13,342). The movement of the restricted funds was a deficit of £4,044 (2020: surplus £28,214). The balance on restricted funds at the year end £46,554 (2020: £51,513) is earmarked for restricted expenditure in the year ahead.

There is a deficiency on the unrestricted fund of £40,840 (2020: £44,489) which consists:

	2021 £	2020 £
Pension scheme liability (note 12)	(58,102)	(63,793)
Share of net assets	17,262	19,304
	<u>(40,840)</u>	<u>(44,489)</u>

### Reserves Policy

The free reserves at the year-end stood at £17,262 (2020: £19,304) before allowing for the ongoing pension liability. This reserve is not considered a sufficient amount against variations in funding which can arise from time to time and to meet the obligation of the pension fund deficiency.

Ideally the Trustees would aim to have unrestricted reserves of an amount no less than three months expenditure. This constantly proves difficult to achieve due to the ongoing challenge in securing the required levels of funding.

The Charity's ongoing activities in terms of costs and income received are closely monitored against a budget which encompasses a cash flow forecast.

### Structure Governance and Management

#### Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 29 March 1999 and registered as a charity on the same date. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed by, or in accordance with, its Articles of Association. Revised and updated Articles of Association were approved on 2 October 2017 and adopted on 1 April 2018. A further updated Articles of Association was approved and adopted on 19 November 2019.

#### Recruitment and Appointment of the Board Trustees

The Directors of the Company are also charity trustees for the purposes of charity law and under the company's Articles are known as members of the Board of Directors. At each Annual General Meeting, new and existing Directors must have the support of those present at the AGM and be voted onto the board in order to take up their Directorship or failing which they must stand down. Details of Trustees and changes in the year are noted on the contents page.

## **Report of the Trustees For the Year ended 31 March 2021 (Continued)**

### **Trustees Induction and Training**

New Trustees apply and are interviewed by the Chair and one other Board member to ensure that they and the charity are suited to each other. They then participate in an induction programme which includes meeting with the staff team and Board of Directors to familiarise themselves with the charity and the context within which it works. They are also provided with a range of documents related to their new role with the charity. Most of the Trustees are familiar with the work of the charity and have personal experience of being a carer, prior to joining the Board. Directors with specialist expertise and knowledge provide training and mentoring to other Directors and staff from time to time.

### **Organisational Structure**

The charity is organised so that the Trustees meet monthly to manage its affairs. The Board is responsible for making decisions and a record of these is contained in the minutes of each meeting.

The staff team are employed to deliver the day to day services. The senior staff team (as at 31 March 2021) are:-

Ron Carthy - Operations Manager  
Rosie Moorhead – Adult Carer Services Co-ordinator  
Lisa Millar – Young Carers Service Manager

### **Risk Statement**

The charity aims to work towards minimising risk in all areas and as such it is ongoing work for both the Board and Staff. Internal risks are minimised through risk assessment which are underpinned by a range of policies and procedures. These are in place to ensure compliance with the health, welfare and safety of staff, visitors, clients and young people visiting the charity and are subject to regular review and updates.

As donations and grant income are mostly received to cover periods up to one year, applications are made to funders on a regular basis. As a result, an annual budget and cash flow projection is prepared and this is monitored and updated each month.

### **Covid-19**

The Prentice Centre closed in March 2020 following the lockdown restrictions imposed by the UK Government. This resulted in all staff working from home. The Board took the decision that no one would go onto furlough since the Trustees recognised the increased need for support for carers in isolation. Our funders supported this decision.

### **Trustees' responsibilities in relation to the financial statements**

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in Scotland requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period. In preparing the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charity Accounts (Scotland) Regulations 2006 (as amended), and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

**Report of the Trustees  
For the Year ended 31 March 2021 (Continued)**

**Independent Examiner**

Christopher Spalding C.A. has indicated his willingness to continue in office and a resolution proposing his re-appointment will be put to the Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

**By Order of the Board**

A handwritten signature in black ink, appearing to read 'Fiona Cherry', with a stylized flourish at the end.

**Fiona Cherry, Chair**

**13 December 2021**

**Independent Examiner's Report to the Members  
For the year ended 31 March 2021**

I report on the accounts of the charity for the year ended 31 March 2021 which are set out on pages 7 to 16.

**Respective responsibilities of the Trustees and independent examiner**

The Trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The Trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44 (1) (c) of the Act and to state whether particular matters have come to my attention.

**Basis of Independent examiner's statement**

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the Trustees and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given in the accounts.

**Independent examiner's statement**


In the course of my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with Section 44 (1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations, and
- to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations

have not been met

2. In my opinion, there is doubt that funding can be obtained to meet the liability to The Pensions Trust over a period stretching to seven years. The accounts are prepared on a going concern basis as the Charity has demonstrated that it can meet its obligation to the Pensions Trust in the short term and provide for its budgeted expenditure.



**Christopher Spalding  
Chartered Accountant (ICAS)  
Pentland Estate  
STRAITON  
Edinburgh  
EH20 9QH**

**13 December 2021**

**Statement of Financial Activities (Including Income and Expenditure Account)**  
**For the Year ended 31 March 2021**

	Notes	Unrestricted Fund	Restricted Funds	Total 2021	Total 2020
		£	£	£	£
<b>Income</b>					
Donations		4,399	-	4,399	13,327
Bank interest		46	-	46	42
Income from charitable activities	4	14,226	154,771	168,997	157,708
<b>Total Income</b>		<u>18,671</u>	<u>154,771</u>	<u>173,442</u>	<u>171,077</u>
<b>Expenditure</b>					
Charitable activities	5	7,106	158,815	165,921	130,533
Fundraising		4,800	-	4,800	-
<b>Total Expenditure</b>		<u>11,906</u>	<u>158,815</u>	<u>170,721</u>	<u>130,533</u>
<b>Net Income (Expenditure)</b>		6,765	(4,044)	2,721	40,544
Transfer of funds		915	(915)	-	-
<b>Other recognised gains</b>					
Additional (loss)/gain in defined benefit pension scheme	12	(4,031)	-	(4,031)	1,012
Net movement in funds		3,649	(4,959)	(1,310)	41,556
Total funds brought forward	10	(44,489)	51,513	7,024	(34,532))
<b>Total funds Carried Forward</b>	10	<u>(40,840)</u>	<u>46,554</u>	<u>5,714</u>	<u>7,024</u>


The results set out above derive wholly from the continuing operations of the charity. The charity has no recognised gains or losses other than as stated above.



**Balance Sheet**  
**As at 31 March 2021**

	Notes	2021 £	2020 £
<b>Tangible Fixed Assets</b>	7	4,230	1,048
<b>Current Assets</b>			
Bank & cash		100,642	72,831
<b>Creditors</b>			
Amounts falling due within one year	8	41,056	3,062
<b>Net Current Assets</b>		59,586	69,769
<b>Net Assets excluding pension liability</b>		63,816	70,817
<b>Defined benefit pension scheme liability</b>		(58,102)	(63,793)
		5,714	7,024
<b>Reserves</b>			
Unrestricted fund	10	(40,840)	(44,489)
Restricted funds	10	46,554	51,513
		5,714	7,024

These annual accounts have not been audited because the charity is entitled to the exemption provided by S477 of the Companies Act 2006 and members have not required the charity to obtain an audit of its accounts for the period in accordance with S476 of the Companies Act 2006. The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records that comply with S386 of the Companies Act 2006. The Trustees also acknowledge their responsibilities for preparing accounts which give a true and fair view of the state of affairs of the charity as at the end of the financial year in accordance with S396 Companies Act 2006, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the charity. These financial statements have been prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small charitable companies. The financial statements on pages 7 to 16 were approved on 13 December 2021 and signed on its behalf by:

  
 Edward C. Thorn      Trustee

**Notes to the Financial Statements  
For the Year ended 31 March 2021**

**1. Accounting Policies**

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

**a) Basis of Accounting**

The financial statements have been prepared in accordance with 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 (effective 1 January 2015) - (Charities SORP (FRS 102), and the Companies Act 2006.

Capital Carers Ltd meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

**b) Going concern**

The financial statements are prepared on a going concern basis. The charity has ingathered funding to meet its budgeted expenditure and payments to The Pension Trust for the current financial year. According to its cash flow forecast and with further income applications made by the charity's fundraiser, expenditure and Pension Trust payments are covered for the year ahead. The main funder City of Edinburgh Council has maintained its financial support of the charity in the year 2020/21 and is in discussions to continue that support.

The restricted fund expenditure is budgeted to be met from funds carried forward from 2020/21 and new funding applications.

The Bance Sheet has a large unrestricted fund deficit due to the requirements of FRS 102 whereby the charity's share of The Pensions Trust repayment plan is shown as a liability stretching over 6 (previous assessment 11 years) years.

**c) Income**

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

Donations and grants are recognised when they have been communicated in writing with notification of both the amount and settlement date. In the event that a donation or grant is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

**d) Expenditure**

Expenditure is recognised as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

**e) Allocation of support costs**

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the charity's activities. All support costs have been allocated to expenditure on charitable activities.

**f) Fund accounting**

Unrestricted funds can be used on any activity within the charitable objectives of the charity.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to use for a specific purpose.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is in the notes to the financial statements.

**Notes to the Financial Statements (Continued)**  
**For the Year ended 31 March 2021**

**g) Tangible fixed assets and depreciation**

All assets costing more than £1000 are capitalised and valued at historical cost. Depreciation is charged from the year of acquisition on equipment on a 25% reducing method balance.

**h) Debtors**

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

**i) Cash at bank and in hand**

Cash at bank and cash in hand includes costs 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.

**j) Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**k) Irrecoverable VAT**

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

**l) Pensions**

Capital Carers Ltd. (formerly North West Carers) is a member of the Scottish Voluntary Sector Pension Scheme (The Scheme) which is a multi-employer defined benefit scheme. This Scheme closed to future accrual on 31 March 2010 and it is not possible to confirm Capital Carers Ltd's share of underlying assets and liabilities of the Scheme and is therefore accounted for as a defined contribution scheme. The Scheme is currently in deficit and a deficit funding arrangement is in place with Capital Carers Ltd. The net present value of the deficit reduction contributions payable under the agreement are reflected as a provision on the balance sheet and the movements on this provision in each period charged or credited through the Statement of Financial Activities.

Capital Carers Ltd also operates a group personal pension scheme on a defined contribution basis. The contributions payable are charged to the Statement of Financial Activities in the period to which they relate.

**m) Donations in Kind**

During the year the charity was fortunate to have the assistance of a number of volunteers. No financial recognition of these benefits is made in the accounts.

**2. Related party transactions and trustees' expenses and remuneration**

The trustees will give freely of their time and expertise without any form of Trustee remuneration in this and the previous year. No expenses were paid to the Trustees (2020: £nil).

**3. Income**

The charity's income consists of donations and grants and is stated net of value added tax where applicable. Income is attributable to the one continuing activity, which is to operate services to benefit carers in Edinburgh and in particular the North West Edinburgh community and provide access to training and employment.

Notes to the Financial Statements (continued)  
For the Year ended 31 March 2021

	2021 £	2020 £
<b>4. Income resources from charitable activities</b>		
Unrestricted Grants	14,226	4,680
Restricted Grants		
- City of Edinburgh Council		
- Dept of Health & Social Care	113,670	106,359
- One City Trust	-	8,000
- Life Changes	11,242	11,250
- Robertson Trust	17,000	17,000
- Children in Need	12,859	9,969
- Carers Transitional Funding	-	450
	<u>154,771</u>	<u>153,028</u>
<b>5. Expenditure on charitable activities</b>		
- Salaries & national insurance	114,430	85,083
- Support worker salaries	21,163	20,954
- Employers pension contributions	822	807
- Pension deficit interest expense	1,503	1,015
- Subscriptions	305	352
- Assessment expenses	400	2,393
- Alternative day care	167	1,261
- Young carers	10,886	2,673
- Dementia Care	368	804
- Insurance	579	544
- Rent & room hire	7,886	7,449
- Telephone & internet	2,106	2,195
- Printing & stationery	696	73
- Payroll service	1,415	1,333
- HR advice	230	700
- Independent examiners fee & accountancy	1,260	1,200
- Sundry items	294	1,347
- Depreciation	1,411	350
	<u>165,921</u>	<u>130,533</u>
Accounted for within Restricted funds	158,815	124,814
Accounted for within Unrestricted fund	7,106	5,719

**Notes to the Financial Statements (continued)**  
**For the Year ended 31 March 2021**

	2021 £	2020 £
<b>6. Staff Costs</b>		
Wages & salaries	128,996	103,054
Social security costs	9,225	5,983
Employment allowance	(4,000)	(3,000)
Pension contributions	822	807
Redundancy	1,372	-
	<u>136,415</u>	<u>106,844</u>

No employee earned £60,000 or more. Pension contributions are made in respect of 4 members of staff.  
The average headcount of staff employed by the charity during the year was:

Staff members engaged in direct work of the charity	<u>10</u>	<u>11</u>
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**Key Management Personnel**

Salaries paid to key management personnel amounted in aggregate to £30,651 (2020: £20,611) ie total cost including employer's pension and national insurance contributions.

**7. Tangible Fixed Assets**

	Equipment Young Carers £	Computer Equipment £	Total £
<b>Cost</b>			
At 31 March 2020	2,308	2,751	5,059
Additions	-	4,593	4,593
	<u>2,308</u>	<u>7,344</u>	<u>9,652</u>
<b>Depreciation</b>			
At 31 March 2020	1,686	2,325	4,011
Charge for year	156	1,255	1,411
	<u>1,842</u>	<u>3,580</u>	<u>5,422</u>
<b>Net Book Value</b>			
At 31 March 2021	466	3,764	4,230
At 31 March 2020	<u>622</u>	<u>426</u>	<u>1,048</u>

All fixed assets are used in direct furtherance of the charity's objectives.

	2021 £	2020 £
<b>8. Creditors</b>		
Amounts falling due within one year		
Social security costs	4,178	1,304
Accrued expenses	3,400	1,758
Income in advance	33,478	-
	<u>41,056</u>	<u>3,062</u>

The deferred income refers to grants received in advance towards expenditure of the next financial year.

**9. Pension Scheme**

The company contributes to defined contribution money purchase schemes. The assets of the schemes are held separately from those of the company in independently administered funds. The pension cost charge represents contributions payable by the company to the funds and amounted to £822 (2020: £807).

Details of the companies multi employer pension scheme is shown at note 12.

Notes to the Financial Statements (continued)  
For the Year ended 31 March 2021

10. Statement of Funds

<i>Current</i>	Balance 31/3/20 £	Incoming Resources £	Outgoing Resources £	Transfers £	Balance 31/3/21 £
<b>Unrestricted Fund</b>					
General fund	(44,489)	18,671	(15,937)	915	(40,840)
<b>Restricted Funds</b>					
City of Edinburgh Council	6,502	18,750	(25,252)	-	-
City of Edinburgh Council - Partnership	-	33,478	(24,982)	-	8,496
CEC - Dementia Support	4,307	15,000	(19,307)	-	-
CEC - Young Carers Support	2,318	15,000	(17,318)	-	-
CEC - Assessment Support	919	16,004	(16,923)	-	-
Children in Need	3,123	12,859	(11,868)	-	4,114
Life Changes Trust	14,213	11,242	(5,764)	-	19,691
CEC - matched funding	4,644	11,250	(15,894)	-	-
One City Trust	7,243	-	(3,437)	-	3,806
Robertson Trust	3,149	17,000	(14,213)	-	5,936
Widowers' Childrens' Home Trust	2,822	-	(2,822)	-	-
Carers Transitional Trust	915	-	-	(915)	-
Young Carers Statement	1,358	4,188	(1,035)	-	4,511
	51,513	154,771	(158,815)	(915)	46,554
<b>Total Funds</b>	7,024	173,442	(174,752)	-	5,714
<i>Previous</i>	Balance 31/3/2019 £	Incoming Resources £	Outgoing Resources £	Transfers £	Balance 31/3/20 £
<b>Unrestricted Fund</b>					
General fund	(57,831)	19,061	(5,719)	-	(44,489)
<b>Restricted Funds</b>					
City of Edinburgh Council	3,064	25,000	(21,562)	-	6,502
CEC - Dementia Support	470	20,000	(16,163)	-	4,307
CEC - Young Carers Support	711	20,000	(18,393)	-	2,318
CEC —Assessment Support	34	21,388	(20,503)	-	919
Children in Need	2,365	9,969	(9,211)	-	3,123
Life Changes Trust	10,816	11,250	(7,853)	-	14,213
CEC - matched funding	383	16,972	(12,711)	-	4,644
Robertson Trust	-	17,000	(13,851)	-	3,149
Widowers' Childrens' Home Trust	2,822	-	-	-	2,822
One City Trust	2,073	8,000	(2,830)	-	7,243
Carers Transitional Trust	561	450	(96)	-	915
Young Carers Statement	-	2,999	(1,641)	-	1,358
	23,299	153,028	(124,814)	-	51,513
<b>Total Funds</b>	(34,532)	172,089	(130,533)	-	7,024

**Notes to the Financial Statements (continued)**  
**For the Year ended 31 March 2021**

**10. Statement of Funds Continued**

The General Fund represents an unrestricted fund which the Charity is free to use in accordance with its objects.

The Restricted Funds are:

City of Edinburgh Council - Partnership – to fund support for young carers.

City of Edinburgh Council - To fund staff salaries, associated costs for the posts and premises and overhead costs.

City of Edinburgh Council - To fund dementia support for carers.

City of Edinburgh Council - To fund support for young carers.

City of Edinburgh Council - To fund assessments of adults and young carers.

Children in Need - To fund a support worker.

Life Changes Trust - To fund a dementia support worker.

City of Edinburgh Council - To fund dementia support worker – matched funding with Life Changes Trust.

Robertson Trust - To fund a young carers support worker.

Widowers' Childrens' Home Trust - To fund outlays and expenses of young carers worker.

One City Trust - To fund respite care activities.

Carers Transitional Trust - To fund expenditure on computer & telephone equipment and provide training.

Young Carers Statement - Funding Funding from The City of Edinburgh Council to pilot 25 young carers statements of need which these young carers have to be offered the opportunity to complete.

**11. Analysis of Net Assets between Funds**

<i>Current</i>	<b>Fixed Assets £</b>	<b>Net Current Assets £</b>	<b>Pension Liability £</b>	<b>Total £</b>
Unrestricted Fund	4,230	13,032	(58,102)	(40,840)
Restricted Funds	-	46,554	-	46,554
	<u>4,230</u>	<u>59,586</u>	<u>(58,102)</u>	<u>5,714</u>
<i>Previous</i>	<b>Fixed Assets £</b>	<b>Net Current Assets £</b>	<b>Pension Liability £</b>	<b>Total £</b>
Unrestricted Fund	1,048	18,256	(63,793)	(44,489)
Restricted Funds	-	51,513	-	51,513
	<u>1,048</u>	<u>69,769</u>	<u>(63,793)</u>	<u>7,024</u>

**Notes to the Financial Statements (continued)**  
**For the Year ended 31 March 2021**

**12. Pension Obligations**

The company participates in the scheme, a multi-employer scheme which provides benefits to some 102 non-associated employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore, it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last-man standing arrangement'. Therefore, the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

A full actuarial valuation for the scheme was carried out with an effective date of 30 September 2017. This actuarial valuation was certified on 19 December 2018 and showed assets of £120.0m, liabilities of £145.9m and a deficit of £25.9m. To eliminate this funding shortfall, the trustees and the participating employers have agreed that additional contributions will be paid, in combination from all employers, to the scheme as follows:

**Deficit Contributions**

From 1 April 2019 to 30 September 2026: £1.4m / per annum  
(payable monthly and increasing by 3% each on 1<sup>st</sup> April)

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the scheme liabilities.

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

**Present values of provision**

	31 March 21 £	31 March 20 £	31 March 19 £
Present value of provision	58,102	63,793	74,592



Notes to the Financial Statements (continued)  
For the Year ended 31 March 2021

12. Pension Obligations Continued

Reconciliation of opening and closing provisions

	2021 £	2020 £
Provision at start of year	63,793	74,592
Unwinding of the discount factor (interest expense)	1,503	1,015
Deficit contribution paid	(11,225)	(10,802)
Re-measurements - impact of any change in assumptions	2,615	(2,290)
- amendments to contribution schedule	1,416	1,278
Provision at end of year	<u>58,102</u>	<u>63,793</u>

Income and expenditure impact

Interest expense	1,503	1,015
Re-measurements – impact of any change in assumptions	4,031 Dr	(1,012) Cr
	<u>5,534</u>	<u>3 Dr</u>

Assumptions

	2021 % per annum	2020 % per annum	2019 % per annum
Rate of discount	0.86	2.57	1.46

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.