

COMPANY REGISTRATION NUMBER: SC261893

CHARITY REGISTRATION NUMBER: SCO27182

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Unaudited Financial Statements

31 March 2018



CLARK ANDREWS LIMITED

Chartered Accountants
4 Eaglesham Road
Clarkston
Glasgow
G76 7BT

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2018

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Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Trustees' Annual Report

Year ended 31 March 2018

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2018.

Reference and administrative details

Registered charity name	Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)
Charity registration number	SCO27182
Company registration number	SC261893
Principal office and registered office	556 Boydstone Road Carnwadric Glasgow G46 8HP

The trustees

E Cuthbertson	- Chairperson
V Clayton	- Treasurer
D Hill	- Board Secretary
E Boyle	
E Dickson	(Appointed 9 June 2017)
M Cowans	(Appointed 8 August 2018)
J Gray	(Resigned 24 November 2017)
C Gray	(Resigned 24 November 2017)
M Love	(Resigned 20 February 2018)
S Carnegie	(Resigned 24 November 2017)

Accountants	Clark Andrews Limited Chartered Accountants 4 Eaglesham Road Clarkston Glasgow G76 7BT
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Structure, governance and management

The Rainbow Friendship Centre is a registered charity which has been in operation since 1990 and became a Company Limited by Guarantee in 2004. It serves a catchment area within the south west of Glasgow to provide support and activities for vulnerable, frail and elderly people in the day centre.

Governance/Management

The Rainbow Care Centre is governed by a voluntary Board of Directors, (Trustees) of varied skills and experience. They are accountable for the delivery of services in accordance with the ethos of the Centre. The day to day management is organised by the Centre Manager.

There are seven paid staff supported by volunteers and sessional workers.

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Trustees' Annual Report *(continued)*

Year ended 31 March 2018

Objectives and activities

The Rainbow Centre is a resource aiming to provide individually tailored therapeutic services and support to the client group (beneficiaries) with the objective of improving or maintaining optimum levels of physical, mental and social wellbeing for them.

Key Objectives;

1. Providing an accessible, high quality care facility at the Day Centre.
2. Improving conditions of the lives of frail, disabled and elderly people by reducing social isolation and loneliness and by providing respite for families and carers.
3. Promoting the welfare and independence of the client group by support, education, social and physical activities.
4. Developing effective links with statutory and non statutory sectors to deliver the appropriate care, and to promote the work of the Centre in the local community and city wide.

Achievements and performance

This has been a difficult year for the Centre due to reductions in funding. It became necessary to increase the daily charge to members, which in turn has reduced the numbers attending. It is hoped that with other funding, this situation can be resolved.

A new title for the Centre was proposed and accepted. The Board then updated the Articles of Memorandum and will now be working to produce a new business/strategic plan.

Big Lottery funding ceased for the Volunteer befriending service. However, we are continuing to employ two members of staff who are organising regular group activity events within the centre. These are also open to non members and are proving very popular. This project is supported by funds from; The Bank of Scotland Foundation and Robert McCarthy Foundation.

Priorities

1. To secure additional funding
2. Increase membership/attendances
3. Reduce/eradicate daily charges.
4. To continue to provide a high quality and effective service in the community.

Performance of the Centre continues to be rated annually by The Care Commission, with good reports, and regular in house monitoring and evaluation is undertaken. Satisfaction of the membership and beneficiaries is a key driver for the organisation. The provision of our services can also be shown to help reduce the need for hospitalisation and other statutory interventions.

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Trustees' Annual Report *(continued)*

Year ended 31 March 2018

Financial review

The Statement of Financial Activities shows net deficit for the year of £13,326 (2017 - £8,186).

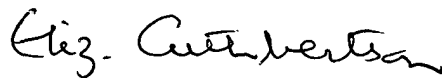
The charity has considered the level of reserves required taking into account current and future liabilities. The trustees aim to maintain reserves at a level which equates to approximately three months charitable expenditure.

The total funds of the charity as at 31 March 2018 amounted to £87,365 (2017 - £100,691; the trustees believe that this level of funds will enable Rainbow Care Centre in continuing in promoting its charitable activities in to the foreseeable future.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 7.9.18 and signed on behalf of the board of trustees by:



E Cuthbertson - Chairperson
Trustee

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Year ended 31 March 2018

I report to the trustees on my examination of the financial statements of Rainbow Friendship Centre Limited (formerly Rainbow Care Centre) ('the charity') for the year ended 31 March 2018.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 ('the 2005 Act'), the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Companies Act 2006 ('the 2006 Act'). You are satisfied that the accounts of the company are not required by charity or company law to be audited and have chosen instead to have an independent examination.

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts carried out under section 44(1)(c) of the 2005 Act. In carrying out my examination I have followed the requirements of Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Independent examiner's statement

Since the charity is required by company law to prepare its accounts on an accruals basis and is registered as a charity in Scotland your examiner must be a member of a body listed in Regulation 11(2) of the Charities Accounts (Scotland) Regulations 2006 (as amended). I can confirm that I am qualified to undertake the examination because I am a registered member of ICAS which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act, section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; or
2. the financial statements do not accord with those records or with the accounting requirements of Regulation 8 of the Charities Accounts (Scotland) Regulations 2006; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Rainbow Friendship Centre Limited (formerly Rainbow Care Centre) *(continued)*

Year ended 31 March 2018

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.

Robert G. Andrews F.C.I.E. 01/09/18

Robert G Andrews F.C.I.E.

4 Eaglesham Road
Clarkston
Glasgow
G76 7BT

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

31 March 2018

		Unrestricted funds	2018 Restricted funds	Total funds	2017 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	5	68,083	183,075	251,158	250,447
Investment income	6	45	—	45	16
Total income		<u>68,128</u>	<u>183,075</u>	<u>251,203</u>	<u>250,463</u>
Expenditure					
Expenditure on charitable activities	7,8	80,469	184,060	264,529	242,277
Total expenditure		<u>80,469</u>	<u>184,060</u>	<u>264,529</u>	<u>242,277</u>
Net (expenditure)/income and net movement in funds		<u>(12,341)</u>	<u>(985)</u>	<u>(13,326)</u>	<u>8,186</u>
Reconciliation of funds					
Total funds brought forward		72,531	28,160	100,691	92,505
Total funds carried forward		<u>60,190</u>	<u>27,175</u>	<u>87,365</u>	<u>100,691</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 8 to 15 form part of these financial statements.

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Statement of Financial Position

31 March 2018

		2018 £	2017 £
Fixed assets			
Tangible fixed assets	13	6,726	11,347
Current assets			
Debtors	14	781	624
Cash at bank and in hand		82,738	91,400
		83,519	92,024
Creditors: amounts falling due within one year	15	2,880	2,680
Net current assets		80,639	89,344
Total assets less current liabilities		87,365	100,691
Net assets		87,365	100,691
Funds of the charity			
Restricted funds		27,175	28,160
Unrestricted funds		60,190	72,531
Total charity funds	16	87,365	100,691

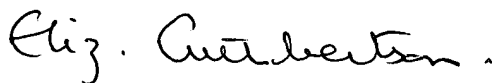
For the year ending 31 March 2018 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 7.9.18, and are signed on behalf of the board by:



E Cuthbertson - Chairperson
Trustee

The notes on pages 8 to 15 form part of these financial statements.

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2018

1. General information

The charity is a private company limited by guarantee, registered in and a registered charity in Scotland. The address of the registered office is 556 Boydstone Road, Carnwadric, Glasgow, G46 8HP.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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 (FRS 102) (Charities SORP (FRS 102)) and the Charities and Trustee Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended).

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102.

(a) No cash flow statement has been presented for the company.

(b) Disclosures in respect of financial instruments have not been presented.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

3. Accounting policies *(continued)*

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	- 15% reducing balance
Motor vehicles	- 25% straight line

4. Limited by guarantee

Rainbow Care Centre is a company limited by guarantee, not having a share capital.

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Donations			
Glasgow City Council Social Work	–	–	–
Membership Fees	52,862	–	52,862
Lottery Bus and Bingo	6,010	–	6,010
Lloyds TSB - Henry Duncan Award	–	–	–
Hugh Fraser Foundation	3,000	–	3,000
JTH Charitable Trust	500	–	500
Donations/Sundry income	3,887	–	3,887
Donations/Sundry income - Volunteer project	1,824	–	1,824
Grants			
Robertson Trust	–	15,000	15,000
GCC Integration Grant Fund	–	47,343	47,343
Area Budget Funding	–	–	–
Glasgow Food Grant	–	1,532	1,532
Bank of Scotland Foundation	–	11,200	11,200
Government Fuel Subsidy Grant	–	1,502	1,502
The Henry Smith Charity	–	15,000	15,000
Robert McAlpine Foundation	–	15,000	15,000
Big Lottery Fund	–	65,862	65,862
Co-op Community Fund	–	3,423	3,423
Co-op Local Causes Fund	–	1,088	1,088
The Corra Foundation	–	5,000	5,000
Ageing Well	–	1,125	1,125
	<u>68,083</u>	<u>183,075</u>	<u>251,158</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
Donations			
Glasgow City Council Social Work	58,576	–	58,576
Membership Fees	46,022	–	46,022
Lottery Bus and Bingo	2,380	–	2,380
Lloyds TSB - Henry Duncan Award	–	6,000	6,000
Hugh Fraser Foundation	–	–	–
JTH Charitable Trust	–	–	–
Donations/Sundry income	8,052	–	8,052
Donations/Sundry income - Volunteer project	2,057	–	2,057

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

5. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
Grants			
Robertson Trust	–	15,000	15,000
GCC Integration Grant Fund	–	35,000	35,000
Area Budget Funding	–	2,000	2,000
Glasgow Food Grant	–	1,349	1,349
Bank of Scotland Foundation	–	5,000	5,000
Government Fuel Subsidy Grant	–	1,290	1,290
The Henry Smith Charity	–	–	–
Robert McAlpine Foundation	–	12,500	12,500
Big Lottery Fund	–	55,221	55,221
Co-op Community Fund	–	–	–
Co-op Local Causes Fund	–	–	–
The Corra Foundation	–	–	–
Ageing Well	–	–	–
	<u>117,087</u>	<u>133,360</u>	<u>250,447</u>

6. Investment income

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Bank interest	<u>45</u>	<u>45</u>	<u>16</u>	<u>16</u>

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Care Centre	79,758	91,377	171,135
Volunteer Project	–	91,973	91,973
Support costs	711	710	1,421
	<u>80,469</u>	<u>184,060</u>	<u>264,529</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
Care Centre	65,578	97,116	162,695
Volunteer Project	–	77,862	77,862
Support costs	862	859	1,720
	<u>66,440</u>	<u>175,837</u>	<u>242,277</u>

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

8. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2018	Total fund 2017
	£	£	£	£
Care Centre	171,135	–	171,135	162,695
Volunteer Project	91,973	–	91,973	77,862
Governance costs	–	1,421	1,421	1,720
	<u>263,108</u>	<u>1,421</u>	<u>264,529</u>	<u>242,277</u>

9. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2018	2017
	£	£
Depreciation of tangible fixed assets	<u>4,621</u>	<u>4,643</u>

10. Independent examination fees

	2018	2017
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,421</u>	<u>1,720</u>

11. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2018	2017
	£	£
Wages and salaries	174,142	173,543
Social security costs	11,399	10,663
Redundancy costs	11,736	–
	<u>197,277</u>	<u>184,206</u>

The average head count of employees during the year was 16 (2017: 16).

No employee received employee benefits of more than £60,000 during the year (2017: Nil).

12. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

13. Tangible fixed assets

	Fixtures and fittings £	Motor vehicles £	Total £
Cost			
At 1 April 2017 and 31 March 2018	<u>12,008</u>	<u>16,320</u>	<u>28,328</u>
Depreciation			
At 1 April 2017	8,821	8,160	16,981
Charge for the year	541	4,080	4,621
At 31 March 2018	<u>9,362</u>	<u>12,240</u>	<u>21,602</u>
Carrying amount			
At 31 March 2018	<u>2,646</u>	<u>4,080</u>	<u>6,726</u>
At 31 March 2017	<u>3,187</u>	<u>8,160</u>	<u>11,347</u>

14. Debtors

	2018 £	2017 £
Trade debtors	72	624
Other debtors	709	—
	<u>781</u>	<u>624</u>

15. Creditors: amounts falling due within one year

	2018 £	2017 £
Other creditors	<u>2,880</u>	<u>2,680</u>

16. Analysis of charitable funds

Unrestricted funds

	At 1 April 2017 £	Income £	Expenditure £	At 31 March 2018 £
General Fund - Centre	59,548	66,298	(68,733)	57,113
General Fund - Volunteer Project	12,983	1,830	(11,736)	3,077
	<u>72,531</u>	<u>68,128</u>	<u>(80,469)</u>	<u>60,190</u>

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

16. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 April 2017	Income	Expenditure	At 31 March 2018
	£	£	£	£
Big Lottery Fund	–	65,862	(65,862)	–
Robert McAlpine Fund	12,500	15,000	(26,821)	679
GCC Integration Grant Fund	–	47,343	(47,343)	–
Robertson Trust	7,500	15,000	(15,000)	7,500
Glasgow Food Grant	–	1,532	(1,532)	–
Government Fuel Subsidy	–	1,502	(1,502)	–
The Henry Smith Charity	–	15,000	(15,000)	–
Clothworkers Foundation	8,160	–	(4,080)	4,080
Bank of Scotland Foundation	–	11,200	–	11,200
Co-op Local Causes Fund	–	3,423	(3,423)	–
The Corra Foundation	–	5,000	(1,284)	3,716
Ageing Well	–	1,125	(1,125)	–
Co-op Community Fund	–	1,088	(1,088)	–
	<u>28,160</u>	<u>183,075</u>	<u>(184,060)</u>	<u>27,175</u>

Rainbow Friendship Centre Limited (formerly Rainbow Care Centre)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

16. Analysis of charitable funds *(continued)*

Big Lottery Fund

A grant received for wages for the Volunteer Project.

Robert McAlpine Fund

A grant received for running costs of the Volunteer Project.

GCC Integration Grant Fund

A grant received for wages for the Centre.

Robertson Trust

A grant received for wages and running costs for the Centre.

Glasgow Food Grant

A grant received for the purchasing of food for the Centre.

Government Fuel Subsidy

A grant received toward the fuel for the Centre.

Henry Smith Fund

A grant received for running costs of the centre

Clothworkers Foundation

A grant received for the mini bus.

Bank of Scotland Foundation

A grant received for running cost of the Volunteers project.

Co-op Local Causes Fund

A grant received for the purchasing of food for the Centre.

The Corra Foundation

A grant received for Centre activities and outings.

Ageing Well

A grant received for staff and volunteer expenses.

Co-op Community Fund

A grant received for Centre outings.

17. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £	Total Funds 2017 £
Tangible fixed assets	1,922	4,804	6,726	11,347
Current assets	60,598	22,921	83,519	92,024
Creditors less than 1 year	(2,330)	(550)	(2,880)	(2,680)
Net assets	<u>60,190</u>	<u>27,175</u>	<u>87,365</u>	<u>100,691</u>