

THE GLOBE CENTRE (City and East London) Limited

Report and Accounts for the year ended 31 March 2006



Company registration number: 2546750 (a company limited by guarantee)
Charity registration number: 1001582

**Trustees' Report and Accounts
for the year ended 31 March 2006**

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Patrons, Trustees and Charity Information

Patrons:	Kevin Everett Elizabeth Hurley Sir Elton John Revd. Malcolm Johnson Eddie Oliver Stephen O'Brien Right Revd. Roger Sainsbury Sir Neil Shaw David Vermont John Vetere Zoe Wannamaker	
Trustees/ Directors:	Matthew Hale Brian Dunlop Alice Mugabo Tayo David-Ogundele Paul Fleming Richard Meyer	Chair Treasurer (Resigned 31/03/06) (Resigned 31/01/06) (Resigned 08/09/06)
Company Secretary	Paul Fleming	
Company no.	2546750 (A company limited by guarantee)	
Registered charity no.	1001582	
Registered office	29 Ludgate Hill London EC4M 7JE	
Principal address	159 Mile End Road London E1 4AQ	
Principal bankers	National Westminster Bank PLC Mile End Branch 331/335 Whitechapel Road London E1 1AU	
Auditors	Winters Chartered Accountants & Registered Auditors 29 Ludgate Hill London EC4M 7JE	

The Board of Directors, acting as the Charity's Trustees, present their report and the audited financial statements for the year ended 31 March 2006.

Constitution

Company Limited by Guarantee. The Globe Centre (City and East London) Limited is a company limited by guarantee (No. 2546750). The liability of members is limited to £1 each in the event of the company being wound up. The members are admitted by the Board of Directors.

Charity. The company is also a registered charity (No. 1001582) and as such is not liable to income tax, corporation tax, and capital gains tax.

Governing Documents. As a company limited by guarantee, the objectives and legal framework of the company are set out in its Memorandum and Articles of Association, which are available at the registered office.

Objectives

(i) To relieve persons in the City of London and East London and the surrounding area who are suffering from or affected by Acquired Immune Deficiency Syndrome (AIDS), other illness caused by or related to the Human Immunodeficiency Virus (HIV) or any other diseases or conditions which cause severe mental or physical disability in particular by providing or assisting in the provision of counselling, advice, medical assistance, homes, hospitals, services and places of resort and refuge for such persons which would not otherwise be provided by the local authority.

(ii) To advance public education and to promote and preserve the health of the general public by conducting research into AIDS, HIV and other illnesses or conditions and disseminating the useful results of such research.

(iii) To establish or secure the establishment of a Centre and to maintain and manage the Centre in furtherance of these objects.

Trustees

The Board of Trustees of the charity are the directors for Companies Acts purposes, and are authorised to appoint new trustees to fill vacancies. Representatives from Service Users and Volunteers sit on the Board, which is responsible for the strategic direction of the Centre. Management of the charity is delegated to the Director.

The Trustees and the principal officers during the year are shown on page 2.

Investment Powers

The Trustees are authorised to make and hold investments using the general funds of the charity, but no such investments are presently held.

Development, Activities and Achievements

Introduction

The principal activity of the Charity in the period under review was the provision of services to those affected by HIV and AIDS in the City and East London area..

The Trustees continued to support an extensive range of services available to service users. Over 30 different services are offered both directly by the Centre and its partners. The Centre is used every day of the week, most evenings, and many week-ends. On 21st March 2005, the Trustees invited the Trustees of London East AIDS Network (LEAN) to membership of the Globe Centre (City and east London) Ltd, and the assets of the Charity other than the building and the unamortised grant together with some lingering business have been transferred to LEAN as from 1st April. Since then the merged charity has changed its name to Positive East.

This year saw the birth of Positive East from the merger between The Globe Centre and London East AIDS Network. More importantly it was the year in which we started to realise the benefits of merger and have tangible evidence for its necessity.

Specifically in The Globe Centre Accounts in 2005-06.

Specifically in the year under review there were four multi-year projects namely Volunteering England, LDA2, The Big Lottery, and the Home Office Challenge Fund, which had started before the merger and which were finished within the Globe in 2006. The rest of the business that was undertaken within the Stepney Centre is undertaken in the name of Positive East.

These accounts reflect the delivery of these four projects through to completion within the Globe Centre.

The Group Activities.

The Globe as part of Positive East has benefited from the merger with an expansion of the services provided on the 159 Mile End Road site in line with continued development of the services at Positive East. These services and their achievements for the year ended March 2006 can be summarised as :-

Advice Services

raising over £300k in social security benefits and hardship awards for clients
expanding access to our advice line from afternoons only to mornings and afternoons
keeping waiting times to 5 days despite increased in demand on services

African Community Services

piloting of a parenting skills workshop which was successful and the evaluation of which clearly demonstrated the need for undertaking such work
continuing to deliver an effective one to one emotional support, information advice and advocacy service that met increasing demands of complexity and numbers of people
delivering six culturally and linguistically appropriate support groups throughout the year promoting self esteem, confidence and assertiveness of clients. Further the groups promoted awareness of information on issues such as HIV treatments, HIV awareness, sexual health, children & young people relationships, immigration and access to services
over 200 people taken including 80 children and young people attending summer trips

Gay Men's Services

development of Sign Post, a Gay Men's and Men who have sex with men information and signposting helpline

further development of our website www.gaymenswellbeing.com ensuring that it was a gateway into accessing services for gay men within East London

development of our pilot smoking cessation project FRESH which is now based at our Stepney Centre being funded through Tower Hamlets PCT

continuing to provide specialist one to one support meeting the needs of hard to reach gay men (e.g. South Asian Gay Men), men who felt isolated and marginalised from the conventional gay scene

delivery of our support groups Himat (for South Asian Gay Men), Friday Lunch Group and Positive Lives which provide a mixture of social support and health educational workshops

continued delivery of our arts based workshops WoT now partly funded by the Arts Council

World AIDS project 'celebration of Life' which culminated in a roving exhibition of photography from the programme

Healthy Living

successfully securing funding for a three year action research project around mental health and HIV

delivering 6 positive Self Management Courses with 42 people completing and benefiting from them

supporting people to adhere to complex treatment regimes through one to one support

delivering recently diagnosed workshops which equip people to live well with virus providing a mixture of practical and psychological support

Opportunities and Volunteering

volunteers continue to be at the heart of the charity and this year has been no different. We have had people supporting clients in the community, helping run our support groups, supporting the work of our offices (from finance, admin, ICT through to our advice services) and helping us to raise funding, awareness and our profile in the community

we have through being part of the Ensuring Positive Futures Programme – a London wide European Social Fund Equal 2 Project – strengthened our employability work which is increasingly becoming a key service for our clients

we have ensured the delivery of tailored made courses, with our partners, on English as a Second Language (ESOL) computing and personal development bringing great benefit to improving the chances of people to return to work

our Careers library continues to be a great resource for people in supporting their personal journeys back to education and/or work

Council of Management Report for the year ended 31 March 2006 (Cont'd)

Financial Review

The statement of Financial Activities of the Charity is provided on page 10. The Trustees report a deficit for the year on all Funds of £54,103 (2005 £14,253). Total fund reserves therefore now stand at £134,599 (2005: £188,702) .

Total incoming resources were £85,501 (2005: £428,850), and total resources expended fell to £139,604 (2005: £443,103) including net depreciation of £ 19,916 (2005: £29,247).

The General Fund fell to £1,395 (2005: £1,636)

The Trustees are taking the necessary legal steps to transfer the assets except for the building and the unamortised portion of the grant to the new, merged, organisation.

Risk Management

The Board and Management of the Charity have reviewed the risk profile of the organisation in light of some unfortunate experiences in the summer of 2006 when the Ilford office was burnt out following an arson attack, the Stepney site suffered damage to the basement floor from flooding and the backup of the drainage in the Mile End road and the Stratford network server crashed.

The recent assessment has broken down the risk between the internal workings of the charity including physical assets and the external threats that are posed to it's work such as shifts in the epidemiology and competitive positioning by the other players in the market.

The Assessment was undertaken firstly by identifying the internal and external threats or potential threats and then reviewing what mitigating actions have been put in place to manage or minimise these threats and finally the ongoing management of the risks through the governance and long term strategy of the organisation.

Internal threats. The key threats and mitigating actions relevant to the internal workings of the charity include threats to the physical assets.. here is where we suffered most during the summer of 2006 and it is here where we are well catered for ... the premises are all fully insured and secured through alarm systems and fire protection with a constant review to reflect changing circumstances; there are additionally sound financial procedures involving segregation of duties to minimise impropriety. On the network the recent investment and merger of the separate charity's networks is complete and the backup activities have been upgraded and tested. Finally the drive to optimise the use of the resources at the charity's disposal is addressed through the intended introduction of enhanced supervision and of performance related reward systems in the new financial year which will drive productivity and effectiveness.

The external aspects. These are broken down into the epidemiology; the competition; funding base; external socio-economic factors and reputation. There are shifts in the demographics and the charity is currently organising to streamline its operations into a 2 centre operation with extensive outreach and mobile network capability to enable it to be more flexible and thus faster to respond to changes both to the requirements and spread of the client base across the geographic foot-print of east / north east London. We are also looking at opportunities to offer our existing delivery model to area adjacent to the traditional east London constituency as well as move into new service activities as the requirements of people living with HIV change.

Council of Management Report for the year ended 31 March 2006 (Cont'd)

Additionally we have employed a fundraising officer to help develop new sources of funds as well as beef up the existing funders and we are reorganising to be more delivery focused in our services and reporting to meeting the increased demands of statutory funders.

Summary. Finally the charity has reviewed its governance structures and continues to operate a series of frequent board and specialist subcommittees on a regular basis; runs Trustee away days and maintain a rolling strategic review with periodic staff and service user input / feedback sessions. In addition it is *intending to formalise and tighten control going forward with a specific change management programme* being launched in the new year to inform and energise the stakeholders to assist in the journey into the future.

Designated Funds

A Fixed Asset Fund was set up to equate to the net book value of fixed assets at 31 March 1995, reduced by the related capital grant from the then North East Thames Regional Health Authority. This fund is utilised each year to match the annual depreciation of the assets concerned. Of the equipment, furniture and leasehold improvements purchased to create the Centre at 159 Mile End Road, the balance remaining now consists entirely of the unwritten-down value of the leasehold improvements (see note 13)

Restricted Funds

Restricted funds are established when an incoming resource is given for a restricted purpose, and are set out in note 14 to the Financial Statements.

General Funds

These represent all funds that are not designated or restricted, and are available to the Trustees for any purpose within the charitable objectives.

Auditors

A resolution to reappoint Messrs Winters, as auditors has been tabled.

Statement of disclosure to auditors

(a) So far as the Trustees are aware, there is no relevant audit information of which the charity's auditors are unaware, and

(b) they have taken all the steps they ought to have taken as trustees in order to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Council of Management Report for the year ended 31 March 2006 (Cont'd)

Statement of Trustees' Responsibilities

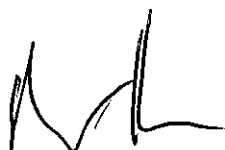
The law applicable to charities in England and Wales requires the Board of Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Charity and of the surplus or deficit of the Charity for that period. In preparing those accounts, the Board of Trustees should follow best practice and:

- Select suitable accounting policies and apply them consistently.
- Make judgements and estimates that are reasonable and prudent.
- State whether applicable accounting standards and the Statement of Recommended Practice have been followed, subject to any 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 company will continue in business.

The Board of Trustees are responsible for ensuring that proper accounting records are kept, which disclose with reasonable accuracy the financial position of the Charity and which enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Trustees confirms acceptance of this responsibility.

Signed on behalf of the Trustees:



Matthew Hale



Paul Fleming

16th January 2007

**Independent Auditor's Report to the Members of
The Globe Centre (City and East London) Limited**

We have audited the financial statements of The Globe Centre (City and East London) Limited for the year ended 31 March 2006 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the charity's Members as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charity's Members those matters that we are required to state to them in an Auditor's Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's Members as a body, for our audit work for this report, or for the opinions we have formed.

Respective responsibilities of Trustees and Auditors

As described in the Statement of Trustees' Responsibilities, the Trustees are responsible for the preparation of the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Standards).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We report to you whether, in our opinion, the information given in the Trustees' Report is consistent with the financial statements. We also report to you if in our opinion, the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Trustees' remuneration and transactions is not disclosed.

We read the Trustees' Annual Report, and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion, we evaluated the overall adequacy of the presentation of information in the financial statements.

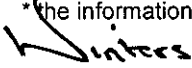
Opinion

In our opinion:

* the financial statements give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the charity's affairs at 31 March 2006, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended.

* the financial statements have been properly prepared in accordance with the Companies Act 1985; and

* the information given in the Trustees' Annual Report is consistent with the financial statements.



Winters

Chartered Accountants

Registered Auditors

29 Ludgate Hill

London EC4M 7JE

25-1-2007

Statement of Financial Activities for the year ended 31 March 2006

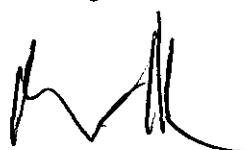
	Notes	General funds £	Designated funds £	Restricted funds £	Total Funds 2006 £	Total funds 2005 £
Incoming Resources:						
Incoming Resources from generated funds						
Voluntary Income						
Grants and donations	2	-	-	-	0	248,678
Activities for generating funds						
Other Income		-	-	-	-	40,716
Investment Income		-	-	-	-	627
		-	-	-	-	290,021
Incoming resources from charitable activities						
Project Funding	3	-	-	85,501	85,501	138,829
Total Incoming resources		0	0	85,501	85,501	428,850
Resources expended:						
Costs of generating funds:	4					
Fund-raising costs of grants and donations		-	-	-	0	2,453
Charitable Activities:						
Assessment & Advice Services		-	242	-	242	54,368
Open Access		-	2,127	65,042	67,169	127,126
Treatment & Care		-	834	-	834	49,861
Physical Health		-	4,531	3,074	7,605	27,552
Career & Volunteering Opportunities		-	3,032	55,800	58,832	103,082
Other Services		-	4,197	-	4,197	37,288
Governance costs		241	447	37	725	41,373
Total Resources Expended		(241)	(15,410)	(123,953)	(139,604)	(443,103)
Net Resources for the Year		(241)	(15,410)	(38,452)	(54,103)	(14,253)
Balances brought forward at 1 April 2005		1,636	138,691	48,375	188,702	202,955
Balances carried forward at 31 March 2006		1,395	123,281	9,923	134,599	188,702

The notes on pages 12-19 form part of these accounts.

Balance sheet at 31 March 2006

	Notes	31 March 2006 £	31 March 2005 £
Fixed Assets			
Net tangible fixed assets		243,361	283,674
less Unexpended Government Grant	11	(112,000)	(126,000)
Net Fixed Assets	8	<u>131,361</u>	<u>157,674</u>
Current Assets			
Debtors	9	0	42,478
Cash at bank and in hand		27,373	69,141
		<u>27,373</u>	<u>111,619</u>
Creditors:			
Amounts falling due within 1 year	10	(24,135)	(80,591)
Net Current Assets		3,238	31,028
Net Assets	16	<u>134,599</u>	<u>188,702</u>
Funds and Reserves			
Unrestricted Funds			
General Funds		1,395	1,636
Designated - Fixed Asset Fund	12	123,281	138,691
Restricted Funds	13	9,923	48,375
Total Reserves		<u>134,599</u>	<u>188,702.00</u>

The financial statements on pages 10 to 19 were approved by the Trustees on 16th January 2007, and were signed on their behalf by



Matthew Hale



Paul Fleming

Notes to the Financial Statements for the year ended 31 March 2006**1 Accounting policies**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Charity's Financial Statements.

The Financial Statements are prepared under the historical cost convention and on the accruals basis. They comply with the Statement of Recommended Practice on Accounting and Reporting by Charities (SORP 2005), and are in accordance with applicable accounting standards and the Companies Act

1.1 Services - in - kind

No account is made of the significant contributions of volunteers and voluntary organisations, who provide services free of charge.

1.2 Tangible fixed assets

The cost of tangible fixed assets is their purchase cost, together with any incidental expenses of acquisition.

Donated assets are included in income and capitalised at their estimated value to the charity where the value is ascertainable and material.

Depreciation is calculated so as to write off the cost of tangible fixed assets, less their estimated residual value, on a straight line basis over the useful economic lives of the assets concerned as follows:

Leasehold premises and additions	5%
Fixtures and fittings	15%
Office equipment	25%

1.3 Cash Flow Statement

A cash flow statement is not included in these accounts because the Charity qualifies as a small company as defined in s246 to 249 of the Companies Act 1985. In addition Financial Reporting Standards 1 exempts the Company from this requirement.

Notes to the Financial Statements for the year ended 31 March 2006**1.4 Fund Accounting**

General funds comprise the accumulated surplus or deficit on income and expenditure account. They are available at the discretion of the Trustees in furtherance of the general objectives of the Charity.

Restricted funds are funds subject to specific restricted conditions imposed by the donors. Designated funds are funds which have been set aside at the discretion of the Trustees for specific purposes.

Fixed asset funds are funds which have been set aside to account for assets that have been capitalised out of capital grants. Capital grants received to fund the cost of acquiring fixed assets are taken to the Income and Expenditure Account over the useful life of the asset concerned.

1.5 Grants from public bodies

Government, Health, and Local Authority grants received in respect of expenditure charged to the Income and Expenditure Account during the year have been included in the Income and Expenditure Account.

- . Grants for immediate expenditure are accounted for when they become due.
- . Grants received for specific purposes are treated as restricted funds.
- . Grants restricted to future accounting periods are deferred and recognised in those periods.
- . Capital Grants are credited to the Income and Expenditure Account over the estimated useful life of the fixed asset by reducing the acquisition costs of the fixed asset by the amount of the grant, and basing the annual depreciation charge on the net account.

1.6 Voluntary Income

Voluntary income and donations are accounted for as received by the Charity. The income from fund-raising ventures are shown gross with the associated expenditure included in publicity and fund-raising expenditure.

1.7 Investment Income

Is Bank Interest

1.8 Resources expended

Expenditure is allocated and classified under the Charity's principal categories of activity rather than types of expenses in order to provide more useful information to users of the accounts (see note 4).

The cost headings comprise expenditure directly attributable to the activity. Where overhead costs cannot be directly attributed, they have been allocated to activities on a basis consistent with the use of resources, such as staff time or building space used, and previous periods.

Publicity and fund-raising costs include the costs of promoting the Charity. Management and administration costs are those incurred in connection with the management of the Charity's assets, organisational administration and compliance with constitutional and statutory requirements such as the auditor's remuneration of £1500 (2005: £5,287)

1.9 Value Added Tax

The Charity is not registered for Value Added Tax (VAT), and is therefore unable to reclaim any input tax on its expenditure. Such expenditure in the accounts is shown inclusive of VAT.

Notes to the Financial Statements for the year ended 31 March 2006**1.10 Tax Status**

The Charity is a registered charity and its income is within the exemptions of the Income and Corporation Taxes Act 1988.

1.11 True and fair view

The Charity does not seek to make a profit, nor can its results be measured by normal commercial criteria. In order that a true and fair view of the activities is given, a Statement of Financial Activities has been included in place of a profit & loss account as required by the Companies Act 1985.

2. Grants and Donations

	General funds	Designated funds	Restricted funds	Total Funds 2006	Total funds 2005
Charitable grants	-	-	-	-	65,996
Donations	-	-	-	-	20,628
Tower Hamlets Primary Care Trust	-	-	-	-	100,304
London Borough of Tower Hamlets	-	-	-	-	50,000
Corporation of London	-	-	-	-	4,750
London Borough of Waltham Forest	-	-	-	-	7,000
Total	-	-	-	-	£248,678
2005	£147,332	-	101,346	248,678	

3. Project Funding

	General funds	Designated funds	Restricted funds	Total Funds 2006	Total funds 2005
Volunteering England	-	-	35,000	35,000	34,894
Positive Futures/European Social Fund	-	-	-	0	1,395
London Development Agency	-	-	19,829	19,829	26,433
Home Office Challenge Fund	-	-	-	0	35,960
Big Lottery	-	-	30,672	30,672	40,147
Total	-	-	85,501	85,501	138,829
2005	-	-	138,829	138,829	

Notes to the Financial Statements for the year ended 31 March 2006

4. Total resources expended

Costs are split between functions on the following basis:

Staff salaries are allocated according to the estimated time spent on each activity.

Actual costs incurred in carrying out an activity are charged to that activity.

An estimated premises overheads charge is made to each activity based on the approximate floor area used.

	CoGF	Assessment & Advice	Open Access	Treatment & Care	Physical Health	Career & Volunteering Opportunities	Other Services	Governance	2006 Total	2005 Total
Staff Salary Charge	-	-	40,893	-	-	40,043	-	-	80,936	262,777
Contracted Staff	-	-	-	-	-	-	-	-	-	12,437
Other Staff Costs	-	-	452	-	-	625	-	-	1,077	1,177
Volunteer Costs	-	-	382	-	-	5,243	-	-	5,625	7,436
Café & refreshments	-	-	-	-	-	-	-	-	-	8,494
Direct Service Costs	-	-	11,686	-	-	321	-	-	12,007	38,203
Fund-raising Costs	-	-	-	-	-	-	-	-	-	493
Service Awareness	-	-	313	-	-	-	-	-	313	659
Professional Fees	-	-	-	-	-	476	-	-	476	9,604
Office Costs	-	-	6,942	-	-	3,328	-	-	10,270	24,937
Premises Costs	-	-	4,190	-	2,701	4,794	-	-	11,685	47,639
Depreciation	-	242	2,310	834	4,904	4,003	4,197	725	17,215	29,247
2006	-	242	67,168	834	7,605	58,833	4,197	725	139,604	443,103
2005	2,453	54,368	127,126	49,861	27,552	103,082	37,288	41,373	443,103	

5. Analysis of Resources Expended

The following have been charged to the Statement of Financial Activities:

	2006	2005
Staff Salary Charge	80,936	262,778
Depreciation	17,215	29,247
Auditors' Remuneration	1,500	5,287

6. Employees

The aggregate payroll costs were as follows:

	2006	2005
Salary Charge & Gross Salaries	-	238,056
Employers National Insurance	-	23,693
Pension Costs	-	1,029
	0	262,778

The staff are employed by the Parent Company, Positive East with effect from 01/04/2005

No employee earned more than £50,000 p.a. The average number of employees analysed by function was:

Staff services have been provided by Positive East from 1st March 2006

Advice	-	1.3
Open Access	-	3.6
Treatment & Care	-	1.2
Physical Health	-	0.1
Career & Volunteering Opportunities	-	2.1
Support Services	-	1.6
Management, Administration, & Fund-raising	-	1.1
	0	11.0

Notes to the Financial Statements for the year ended 31 March 2006

7. Directors

The company had four directors at 31 March 2006. The directors received no remuneration during the year.

8. Tangible fixed assets

	Leasehold Improvements	Less Government Grant	Furniture & fittings	Office equipment	Total 2006	Total 2005
Cost						
At 1 April 2005	596,722	(280,000)	152,887	85,542	555,151	554,004
Additions	-	-	-	-	-	1,148
Disposals	-	-	(6,585)	(51,443)	(58,028)	-
At 31 March 2006	596,722	(280,000)	146,302	34,099	497,123	555,152
Accumulated Depreciation						
At 1 April 2005	325,636	(154,000)	147,890	77,952	397,478	368,231
Charge for the year	29,836	(14,000)	1,368	11	17,215	29,247
Depreciation on Disposals	-	-	(5,058)	(43,873)	(48,931)	-
At 31 March 2006	355,472	(168,000)	144,200	34,090	365,762	397,478
Net book value at 31 March 2006	£241,250	(112,000)	2,102	9	131,361	157,674
Net book value at 31 March 2005	£271,086	(126,000)	4,997	7,590	157,673	

The value of leasehold improvements represents the expenditure by the company to renovate the building. In 1993/94 the company received a Capital Grant of £280,000 towards these improvements from North East Thames Regional Health Authority and this is deducted from Fixed Assets. The Leasehold Tenure on the building is 125 years, expiring in 2118, at a peppercorn rent.

Notes to the Financial Statements for the year ended 31 March 2006

9. Debtors

	2006	2005
Grants received: Monument Trust	-	13,500
LB Waltham Forest	-	1,750
Tower Hamlets Primary Care Trust	-	5,000
	-	<u>20,250</u>
Prepayments	-	13,058
Accrued Income	-	7,500
Other debtors	-	1,670
Total	-	<u>£42,478</u>

10. Creditors due within one year

	2006	2005
Accruals	-	48,077
Deferred Income	-	2,500
Social Security and other taxation	-	13,432
Other creditors	24,135	16,582
Total	<u>£24,135</u>	<u>£80,591</u>

11. Unexpended Government Grant

	2006	2005
Balance brought forward	126,000	140,000
Amortised during year (Year 12 of 20)	(14,000)	(14,000)
Balance carried forward	<u>£112,000</u>	<u>£126,000</u>

The Unexpended Capital Grant is shown in the Balance Sheet as a deduction from the Leasehold Improvements towards which it was granted. The Grant is amortised at 5% per annum on a straight line basis in line with the depreciation on Leasehold Improvements.

12. Designated Funds

The value of the Fixed Asset Fund represents the amount raised by the company in an appeal to renovate the building in 1993/94, net of a Capital Grant of £280,000 towards these improvements from North East Thames Regional Health Authority. The Fund is amortised at 5% per annum on a straight line basis in line with the depreciation on Leasehold Improvements. £15,410 (2005 £15,410) was utilised during the year. This leaves a balance of £123,281 at 31 March 2006 (2005 £138,691)

Notes to the Financial Statements for the year ended 31 March 2006

13. Restricted funds

The outstanding balances comprising the restricted funds are: -

Donor	Project	Income	Expenditure	2006	2005
<i>Amounts utilised for depreciation on capital grants:</i>					
Spitalfields Market CT	Car park perimeter security fencing	-	151	5,067	5,218
Co-operative W S	do	-	190	2,850	3,040
Ford of Britain	Refurbishment, Hydro pool	-	2,882	661	3,543
Various	Hoist, Hydro pool	-	121	81	202
Elton John AIDS Fndn	Computer trunking, Healthcare Team	-	148	95	243
Positive Futures /	Equipping "HIV & Employment"	-	773	1,169	1,942
<i>Grants made to support the Open Access / Refugee Integration Project:</i>					
Community Fund	Black Project Worker post	30,672	40,895	-	10,223
Consortium on Opportunities for Volunteering	Access to services by minorities	35,000	35,000	-	-
<i>Grants made to support groups:</i>					
Home Office Challenge Fund	Refugee Integration	-	22,762	-	22,762
Children with AIDS Charity	Creche provision	-	1,202	-	1,202
<i>Grants made to support "HIV & Employment":</i>					
Positive Futures / LDA	HIV and Employment	19,829	19,829	-	-
Total Restricted Funds		£ 85,501	123,953	9,923	48,375
2005		207,675	206,581	<u>48,375</u>	

Notes to the Financial Statements for the year ended 31 March 2006

14. Consortium on Opportunities for Volunteering

Grant-aid of £35,000 was received in 2005/06 from the Consortium on Opportunities for Volunteering for the Refugee Integration Project. The following table illustrates what the money was awarded for, and that it has been used for these purposes.

	Year to 31 March 2006		Year to 31 March 2005	
	Grant	Spent	Grant	Spent
Remuneration of Project Co-ordinator	18,784	17,613	18,449	20,081
Staff Training	-	569	654	316
Training of Management Committee and Volunteers	4,300	4,019	2,500	3,693
Volunteers Expenses	2,708	917	5,400	2,629
Management and Supervision	4,070	7,053	3,167	3,377
Office Costs	1,372	1,436	992	1,142
Premises Costs	3,766	3,393	3,732	3,656
	£ 35,000	35,000	34,894	34,894

15. Taxation

The company has charitable status for taxation purposes. It is able to recover tax credits on investment income and income tax. The company is exempt from Corporation tax, income tax, and capital gains tax on disposal of investments.

16. Analysis of Net Assets between funds

	General fund	Designated fund	Restricted fund	Total 2006	Total 2005
Fixed Assets	950	123,281	7,130	131,361	157,674
Current Assets	24,580	-	2,793	27,373	111,619
Current Liabilities	(24,135)	-	-	(24,135)	(80,591)
Net Assets	£1,395	123,281	9,923	134,599	188,702
2005	£1,636	138,691	48,375	<u>188,702</u>	

**Detailed Income & Expenditure Account
for the year ended 31 March 2006**

		2006		2005
	£	£	£	£
Income				
Voluntary income		30,672		129,882
Grants receivable		54,829		260,736
Other income		-		37,605
Interest		-		627
		<u>85,501</u>		<u>428,850</u>
Less expenses				
Staff salary charge	80,936		262,778	
Contracted Staff	-		12,437	
Staff recruitment and training	1,077		1,177	
Volunteers Expenses	5,625		7,124	
Board expenses	-		312	
Cafeteria costs	-		8,494	
Services: Laundry	-		2,166	
Hydrotherapy water monitoring	-		260	
Service user & garden costs	2,661		2,035	
Therapists Materials	-		1,388	
Workshops, courses & library	9,346		31,114	
Sessional fees	-		840	
Daycare supervision costs	-		400	
Fund-raising costs	-		493	
Service awareness	313		659	
Audit	476		5,287	
Professional fees & Bank charges	-		4,317	
Office: Stationery	898		1,661	
Books and subscriptions	27		710	
Postage and couriers	175		1,269	
Telephone	3,470		10,222	
Insurances	1,545		5,515	
Computer maintenance & supplies	3,651		4,452	
Equipment maintenance	391		1,095	
General expenses	113		13	
Premises: Light and Heat	2,111		8,759	
Water	215		1,684	
Cleaning	1,767		15,416	
Maintenance	5,419		10,390	
Building insurance	2,173		11,389	
Depreciation	<u>17,215</u>		<u>29,247</u>	
		(139,604)		(443,103)
Excess of Expenditure over Income		<u>£ (54,103)</u>		<u>£ (14,253)</u>

This page does not form part of the audited financial statements