

# THE GLOBE CENTRE (City and East London) Ltd

**Report and Accounts  
for the year ended 31 March 1996**

Company Registration Number: 2546750  
Charity Registration Number: 1001582



# THE GLOBE CENTRE (City and East London) Limited

## **Annual report for the year ended 31 March 1996**

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# THE GLOBE CENTRE (City and East London) Limited

## Constitution and Officers

1. The Globe Centre (City and East London) Limited is a registered charity and a company limited by guarantee. The principal objective of the charity is to establish and maintain a centre for the advice, support and care of those affected by HIV and AIDS in the City and East London area.

## Directors

John McLean Fox	- Chair (appointed 28 November 1995)
Peter Clarke	- Treasurer
Stella Currie	- Secretary
Jeffrey Jenkinson MVO	
David Panter	
Yve Amor	
Nigel Huxted	- appointed 28 November 1995
Gary Kent	- appointed 14 February 1996
Keith Rudkin	- appointed 14 February 1996
Colin Miller	- appointed 14 February 1996
Dr Andrew Dunford	- resigned 4 January 1996
Rev Victor Stock	- resigned 9 January 1996
Jonathan Grimshaw	- resigned 18 February 1996
Dr Penny Bevan	- resigned 18 April 1996
Nick Stacey	- resigned 22 May 1996

## Company Secretary

Stella Currie

## Centre Director

Martyn Pope (commenced 11 September 1995)

## Registered Office

159 Mile End Road  
London E1 4AQ

## Principal Bankers

National Westminster Bank Plc  
Mile End Branch  
214 Whitechapel Road  
London E1 1AU

## Auditors

Coopers & Lybrand  
1 Embankment Place  
London WC2N 6NN

# THE GLOBE CENTRE (City and East London) Limited

## **Trustees' Annual Report for the year ended 31 March 1996**

The trustees present their report and the audited financial statements for the year ended 31 March 1996.

### **Constitution**

The Globe Centre (City and East London ) Limited is a registered charity and a company limited by guarantee. The liability of members is limited to £1 each in the event of the company being wound up.

### **Principal activities**

The principal activity of the charity in the period under review was the provision of advice, support and help to those affected by HIV and AIDS in the City and East London area. The centre moved to the newly refurbished building in Stepney Green in May 1994.

The Globe Centre is the only community HIV resource in East London and the City which combines health, social and complementary services. The Globe Centre provides non-residential and community day and evening options for people with HIV/AIDS. The centre is a community resource for these people and works as an 'umbrella' where many service users can get their needs met by differing services in the same venue. The Globe Centre is able to provide a wide range of services through joint working with statutory and non-statutory bodies. The charity aims to be a first point of contact with people with HIV/AIDS.

### **Results and future developments**

The statement of financial activities of the charity is provided on page 7. Total income was £297,534 and total revenue expenditure was £357,079 resulting in a deficit of £59,545 for the period ending 31 March 1996.

Voluntary income for the period was £58,507 including donations from companies, individuals and trusts. Grants totalling £218,330 were received from a number of sources listed in note 6. All revenue grants were fully expended during the year.

The Globe Centre has a development plan based on identifying sources of nonstatutory funding for projects where there is an identified need. Already in 1996/97 we have received grants from the Bridge House Trust for a youth worker and from the Elton John AIDS Foundation for hydrotherapy work. It is envisaged that an increasing proportion of our funds will come from nonstatutory funding as HIV money across the statutory sector decreases. This reduction is at a time when the rate of HIV infection is increasing particularly in the east London area where The Globe Centre is located.

The trustees believe that our assets are sufficient for the continuing needs of the organisation.

The Globe Centre would not be able to provide its range of services without substantial amounts of voluntary help including:

- over 7,500 hours of volunteers time in day care, complementary therapies, fundraising and administration
- a chiropodist from Royal London Hospital Trust for 2 hours a fortnight

- a solicitor from Keene Marsland for 3 hours a week
- a welfare rights advisor from The Rights Shop for 6 hours a week
- an architect from Form Design, a structural engineer from Ove Arup & Partners and a quantity surveyor from Boyden & Company designing a new entrance from the car park
- IT support from Remstal Ltd.

### **Changes in Fixed Assets**

The movement in fixed assets during the year is set out in note 7 to the financial statements.

### **Designated Funds**

The Charity has established two designated funds as part of the unrestricted funds. A fixed asset fund has been set up to equate to the net book value of fixed assets less the deferred credit. The directors transferred £29,582 out of this fund. A working capital reserve has been set up to ensure the short term liquidity of the charity. £3,000 was transferred out of this reserve to contribute to the deficit for the year.

### **Restricted Funds**

Restricted funds are established when an incoming resource is given for a restricted purpose. They consist of:

- Isle of Dogs funding from LDDC (£6,000) and City Parochial (£4,000) of which £2,380 was expended during the financial year
- a donation of £5,347 from Miller Insurance Limited for a photocopier. The fund is reduced by the depreciation charge on the asset.

### **Directors**

The directors of the company at 31 May 1996 are listed on page 3.


### **Statement of Directors' responsibilities**

The directors are required by UK company law to prepare accounts each financial period which give a true and fair view of the state of affairs of the company as at the end of the financial period and of the surplus or deficit for that period. In preparing the financial statements, which have been prepared on a going concern basis, appropriate accounting policies have been used and applied consistently, and reasonable and prudent judgements and estimates have been made. Applicable accounting standards have been followed. The directors are responsible for maintaining proper accounting records, in accordance with the Companies Act 1985, for safeguarding the assets of the company, and for taking reasonable steps to prevent and detect fraud and other irregularities.

### **Auditors**

A resolution to reappoint the auditors, Coopers & Lybrand, was passed at the annual general meeting held on 28 November 1995.

**By order of the board**

  
S Currie

Company Secretary

**Report of the auditors to the members of  
The Globe Centre (City and East London) Limited**

We have audited the financial statements on pages 7 to 13 in accordance with Auditing Standards.

**Respective responsibilities of directors and auditors**

As described on page 5 the company's trustees are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**Basis of opinion**

We conducted our audit in accordance with Auditing Standards 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 directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the 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 also 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 of the state of affairs of the company at 31 March 1996 and of the statement of financial activities for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Coopers Lybrand*

Coopers & Lybrand  
Chartered Accountants and Registered Auditors  
London

*30th August 1996.*

# THE GLOBE CENTRE (City and East London) Limited

## Statement of Financial Activities for the year ended 31 March 1996

	Notes	General funds	Designated funds	Restricted funds	Total funds 1996	Total funds 1995
		£	£	£	£	£
<b>Incoming resources</b>						
Voluntary income	2	43,160	-	15,347	58,507	77,789
Grants receivable	6	218,330	-	-	218,330	225,070
Other income		18,102	-	-	18,102	17,655
Interest		2,595	-	-	2,595	6,488
<b>Total incoming resources</b>		<b>282,187</b>	<b>-</b>	<b>15,347</b>	<b>297,534</b>	<b>327,002</b>
<b>Resources expended</b>						
Direct charitable expenditure		230,440	-	3,234	233,674	212,508
Management and administration		76,625	-	267	76,892	64,719
Publicity and fundraising		46,299	-	214	46,513	71,650
<b>Total resources expended</b>		<b>353,364</b>	<b>-</b>	<b>3,715</b>	<b>357,079</b>	<b>348,877</b>
<b>Net (outgoing)/ incoming resources before transfers</b>		<b>(71,177)</b>	<b>-</b>	<b>11,632</b>	<b>(59,545)</b>	<b>(21,875)</b>
<b>Transfers between funds</b>	12	<b>32,582</b>	<b>(32,582)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net (outgoing)/incoming resources for the year</b>		<b>(38,595)</b>	<b>(32,582)</b>	<b>11,632</b>	<b>(59,545)</b>	<b>(21,875)</b>
<b>Other recognised gains and losses</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds</b>		<b>(38,595)</b>	<b>(32,582)</b>	<b>11,632</b>	<b>(59,545)</b>	<b>(21,875)</b>
<b>Balances brought forward at 1 April 1995</b>		<b>39,100</b>	<b>466,603</b>	<b>-</b>	<b>505,703</b>	<b>527,578</b>
<b>Balances carried forward at 31 March 1996</b>		<b>505</b>	<b>434,021</b>	<b>11,632</b>	<b>446,158</b>	<b>505,703</b>

There is no difference between the (deficit)/surplus of incoming resources over resources expended and the accumulated surplus, and their historical cost equivalents.

All items dealt with in the above Statement of Financial Activities relate to continuing operations.

The notes on pages 9 - 13 form part of these accounts.

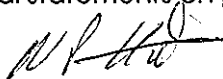
# THE GLOBE CENTRE (City and East London) Limited

## Balance sheet at 31 March 1996

	Notes	31/3/96 £	31/3/95 £
<b>Fixed Assets</b>			
Tangible fixed assets	7	664,633	712,174
<b>Current assets</b>			
Debtors	8	26,921	21,792
Cash at bank and in hand		66,771	116,421
		<b>93,692</b>	<b>138,213</b>
<b>Creditors:</b>			
amounts falling due within 1 year	9	56,905	68,086
<b>Net Current Assets</b>		<b>36,787</b>	<b>70,127</b>
<b>Total assets less current liabilities</b>		<b>701,420</b>	<b>782,301</b>
<b>Creditors:</b>			
amounts falling due after 1 year			
Deferred credit	10	255,262	273,221
Obligations under finance leases	11	-	3,377
		255,262	276,598
<b>Net assets</b>		<b>446,158</b>	<b>505,703</b>
<b>Funds and Reserves</b>	12		
<b>General funds</b>		505	39,100
<b>Designated funds</b>			
Fixed Asset Fund		409,371	438,953
Working Capital Fund		24,650	27,650
<b>Restricted funds</b>		11,632	-
<b>Total reserves</b>		<b>446,158</b>	<b>505,703</b>

The financial statements on pages 7 to 13 were approved by the directors on 22/8/96

Director



Director





# THE GLOBE CENTRE (City and East London) Limited

## Notes to the financial statements for the year ended 31 March 1996

### 1 Principal accounting policies

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been consistently applied, is set out below.

#### 1.1 Basis of accounting

The financial statements are prepared in accordance with the historical cost convention and in accordance with the Companies Act 1985 and in compliance with the Statement of Recommended Practice 1995.

#### 1.2 Services - in - kind

No account is made of the significant contributions of volunteers and voluntary organisations, who provide services free of charge. Gifts-in-kind are referred to below.

#### 1.3 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. The principal annual rates used for this purpose are:

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

#### 1.4 Grants

Revenue grants are credited to the income and expenditure account. 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 assets concerned.

#### 1.5 Finance leases

Leasing arrangements which transfer to the company substantially all the benefits and risks of ownership of an asset are treated as if the asset had been purchased outright. The assets are included in fixed assets and the capital element of the leasing commitments is shown as obligations under finance leases. The lease rentals are treated as consisting of capital and interest elements. The capital element is applied to reduce the outstanding obligations and the interest element is charged against profit in proportion to the reducing capital element outstanding. Assets held under finance leases are depreciated over the shorter of the lease terms and the useful lives of equivalent owned assets.

#### 1.6 Income

Income includes the total amount receivable in the period. Covenanted income is included gross of attributable tax recoverable.

Gifts-in-kind are included in income where their value is ascertainable and material, and if The Globe Centre would otherwise have to purchase the donated facility. There were no such donations in 1996. A list of voluntary assistance is included in the Trustees' Annual Report.

### 1.7 Allocation of expenditure

Expenditure is allocated directly to cost centres wherever possible. When this can not be done the expenditure is allocated on the basis of staff time spent in each cost centre.

The auditors' remuneration was £2,468 (1995: £2,100).

### 1.8 Cash flow statement

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

## 2. Voluntary income

	General funds	Restricted funds	Total funds 1996	Total funds 1995
	£	£	£	£
Donations	26,825	15,347	42,172	67,200
Benefits and fundraising events	16,335	-	16,335	10,589
<b>Total</b>	<b>43,160</b>	<b>15,347</b>	<b>58,507</b>	<b>77,789</b>

## 3. Total resources expended

	Direct expenditure	Management & administration	Publicity & fundraising	Total expenditure 1996
Salaries and staff expenditure	103,136	42,546	24,230	169,912
Building, telephones, postage and other	73,572	30,350	17,283	121,205
Volunteers and sessional staff	29,089	2,467	1,646	33,202
Cafe and garden	20,398	-	-	20,398
Books, equipment and subscriptions	5,245	608	346	6,199
Publicity and fundraising	2,234	921	3,008	6,163
<b>Total</b>	<b>233,674</b>	<b>76,892</b>	<b>46,513</b>	<b>357,079</b>

The average number of persons employed during the year was eight (1995: eight).

## 4. Directors' emoluments

The company had ten directors at 31 March 1996. The directors received no remuneration during the year.

## 5. Taxation

The Globe Centre is a registered charity and all its income was exempt from Corporation Tax under s505 of the Income and Corporation Taxes Act 1988.

## 6. Grants receivable

	1996	1995
	£	£
East London and City Health Authority	102,530	50,000
London Borough of Tower Hamlets	58,550	116,270
Department of Health	29,750	29,000
East London and City FHSA	19,000	18,500
Inner London HIV Health Commissioners	6,500	-
London Borough of Hackney	1,000	2,000
New River Health Authority	1,000	1,500
London Borough of Newham	-	4,800
London Borough of Southwark	-	3,000
<b>Total</b>	<b>218,330</b>	<b>225,070</b>

## 7. Tangible fixed assets

	Leasehold Property	Furniture and fittings	Office equipment	Total
Cost	£	£	£	£
At 1 April 1995	606,328	157,005	32,242	795,575
Additions	-	8,059	7,558	15,617
At 31 March 1996	606,328	165,064	39,800	811,192
<b>Accumulated Depreciation</b>				
At 1 April 1995	30,316	35,317	17,768	83,401
Charge for the year	30,316	24,760	8,082	63,158
At 31 March 1996	60,632	60,077	25,850	146,559
 Net book value at 31 March 1995	 576,012	 121,688	 14,474	 712,174
Net book value at 31 March 1996	545,696	104,987	13,950	664,633

The depreciation charge net of deferred credit was £45,199 (1995: £44,334).

The value of leasehold additions reflects the amount spent by the Globe Centre on acquiring the asset. It does not include the SCA spent by the London Borough of Tower Hamlets. A lease of seven years has been granted by the landlord, the London Borough of Tower Hamlets. This will be extended to 125 years once Department of Environment approval has been obtained.

The net book value of tangible fixed assets includes an amount of £5,065 (1995: £7,598 ) in respect of assets held under finance leases.

**8. Debtors**

	1996	1995
	£	£
Sales debtors	19,794	16,873
Prepayments and accrued income	3,252	3,119
Tax recoverable	3,875	1,800
<b>Total</b>	<b>26,921</b>	<b>21,792</b>

**9. Creditors due within one year**

	1996	1995
	£	£
Other creditors	40,902	39,911
Accruals and deferred income	7,403	15,189
Social Security and other taxation	5,223	9,609
Obligations under finance lease	3,377	3,377
<b>Total</b>	<b>56,905</b>	<b>68,086</b>

**10. Deferred Credit**

	1996	1995
	£	£
Balance at 1 April 1995	273,221	291,180
Transfer to income and expenditure account	(17,959)	(17,959)
<b>Balance at 31 March 1996</b>	<b>255,262</b>	<b>273,221</b>

**11. Finance leases**

The net finance lease obligations to which the charity is committed are:

	1996	1995
	£	£
In one year	3,377	3,377
Between one and two years	-	3,377
<b>Total</b>	<b>3,377</b>	<b>6,754</b>

## **12. Reserves and funds**

The transfers between the funds were:

### **Designated funds**

£29,582 was transferred out of the fixed asset fund to ensure that the balance equated with the net book value of fixed assets less the deferred credit, a balance of £409,371.

£3,000 was transferred out of the working capital fund to contribute to the deficit in the general fund. This left a balance of £24,650 in the fund.

### **Restricted funds**

The balance of £11,632 consists of:

- £7,620 for the Isle of Dogs outreach project
- £4,012 capital money following a donation of money for a photocopier.