

Company number: 06322097

**London Learning Consortium**  
**Report and Financial Statements**  
**31 July 2014**

SATURDAY



\*A445DS3F\*

A15

28/03/2015

#352

COMPANIES HOUSE

**sayer vincent**

auditors and advisors

## London Learning Consortium

### Reference and administrative details

For the year ended 31 July 2014

---

|  |   |
|--|---|
| <b>Status</b>                                    | The organisation is a community interest company, incorporated on 24 July 2007.   |
| <b>Company number</b>                            | 06322097  |
| <b>Registered office and operational address</b> | Christopher Wren Yard<br>119 High Street<br>Croydon<br>Surrey<br>CR0 1QG  |
| <b>Directors</b>                                 | Ms L T Barrett<br>A Wilson<br>M E Hudson<br>MS S Tooke<br>D Chan<br>J Truman<br>J Hoare<br>P Roberts (appointed April 2014) |
| <b>Secretary</b>                                 | S L Jeffery   |
| <b>Auditors</b>                                  | Sayer Vincent LLP<br>Chartered Accountants and Statutory Auditors<br>8 Angel Gate<br>City Road<br>London<br>EC1V 2SJ        |

## **London Learning Consortium**

### **Report of the directors**

#### **For the year ended 31 July 2014**

---

The directors present their report and the audited financial statements for the year ended 31 July 2014.

#### **Principal activity**

The principal activity of the company in the year under review was that of undertaking activities for the benefit of the community including the advancement of education.

#### **The directors and their interests**

The directors who served during the year and up to the date of this report were as follows:

Ms L T Barrett  
A Wilson  
M E Hudson  
Ms S Tooke  
D Chan  
J Truman  
J Hoare  
P Roberts (Appointed April 2014)

#### **Statement of directors' responsibilities**

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently
- Make judgements and accounting estimates that are reasonable and prudent
- State whether applicable UK 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 assume that the company will continue in operation.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**London Learning Consortium**

**Report of the directors**

**For the year ended 31 July 2014**

---

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

Each of the directors confirms that to the best of his/her knowledge there is no information relevant to the audit of which the auditors are unaware. Each of the directors also confirms that he/she has taken all necessary steps to ensure that he/she is aware of all relevant audit information and that this information has been communicated to the auditors.

**Auditors**

Sayer Vincent LLP were appointed as the company's auditors during the year and have expressed their willingness to continue in that capacity.

The report of the directors has been prepared in accordance with the special provisions applicable to companies subject to the small companies' regime.

Approved by the directors on 12 March 2015 and signed on their behalf by

A handwritten signature in black ink, appearing to read 'A Wilson'.

A Wilson  
Director

## **Independent auditors' report**

### **To the members of**

#### **London Learning Consortium**

---

We have audited the financial statements of London Learning Consortium for the year ended 31 July 2014 which comprise profit and loss account, balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of directors and auditors**

As explained more fully in the statement of directors' responsibilities set out in the report of the directors, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

#### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the report of the directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### **Opinion on financial statements**

In our opinion the financial statements:

- Give a true and fair view of the state of the company's affairs as at 31 July 2014 and of its results for the year then ended;
- Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- Have been prepared in accordance with the requirements of the Companies Act 2006.

## **Independent auditors' report**

**To the members of**

**London Learning Consortium**

---

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion:

- The information given in the report of the directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters, where the Companies Act 2006 requires us to report to you if, in our opinion:

- Adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- The financial statements are not in agreement with the accounting records and returns; or
- Certain disclosures of directors' remuneration specified by law are not made; or
- We have not received all the information and explanations we require for our audit; or
- The directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the report of the directors' and take advantage of the small companies exemption from the requirement to prepare a strategic report.

Catherine Sayer (Senior statutory auditor)

25 March 2015

for and on behalf of Sayer Vincent LLP, Statutory Auditors

8 Angel Gate, City Road, LONDON EC1V 2SJ

**London Learning Consortium C.I.C**

**Profit and loss account**

**For the year ended 31 July 2014**

|  | Note | 2014<br>Total<br>£     | 2013<br>Total<br>£    |
|--|------|------------------------|-----------------------|
| Turnover   | 2    | 3,302,129              | 4,392,219             |
| Cost of sales  |      | <u>(2,772,398)</u>     | <u>(3,464,060)</u>    |
| <b>Gross profit</b>                                  |      | <b>529,731</b>         | <b>928,159</b>        |
| Administrative expenses                              |      | (900,730)              | (876,491)             |
| Other operating income                               |      | <u>300,900</u>         | <u>7,117</u>          |
| <b>Operating profit / (loss)</b>                     | 3    | <b>(70,099)</b>        | <b>58,785</b>         |
| Interest receivable                                  |      | 898                    | 290                   |
| <b>Profit on ordinary activities before taxation</b> |      | <b>(69,201)</b>        | <b>59,075</b>         |
| <b>Taxation</b>                                      | 4    | <b><u>(32,000)</u></b> | <b><u>4,532</u></b>   |
| <b>Profit for the financial year</b>                 |      | <b>(101,201)</b>       | <b>63,607</b>         |
| <b>Transfer from revaluation reserve</b>             |      | <b>12,804</b>          | <b>-</b>              |
| <b>Accumulated profit at the start of the year</b>   |      | <b><u>385,841</u></b>  | <b><u>322,234</u></b> |
| <b>Accumulated profit at the end of the year</b>     |      | <b><u>297,444</u></b>  | <b><u>385,841</u></b> |

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than the profit or loss for the year. Movements in funds are disclosed in note 11 to the financial statements.

London Learning Consortium C.I.C

Balance sheet

Company no. 06322097


As at 31 July 2014

|  | Note | £              | 2014<br>£             | 2013<br>£             |
|--|------|----------------|-----------------------|-----------------------|
| <b>Tangible assets</b>                                 |      |                |                       |                       |
| Fixed Assets   | 5    |                | 1,778,542             | 67,149                |
| Investments  | 6    |                | <u>10,000</u>         | <u>10,000</u>         |
|  |      |                | 1,788,542             | 77,149                |
| <b>Current assets</b>                                  |      |                |                       |                       |
| Debtors  | 7    | 470,426        |                       | 682,161               |
| Cash at bank and in hand                               |      | <u>194,965</u> |                       | <u>437,974</u>        |
|  |      | 665,391        |                       | 1,120,135             |
| <b>Creditors: amounts falling due within one year</b>  | 8    | <u>709,858</u> |                       | <u>711,443</u>        |
| <b>Net current assets</b>                              |      |                | <u>(44,467)</u>       | <u>408,692</u>        |
| <b>Creditors: amounts due after more than one year</b> | 9    |                | <u>951,529</u>        | <u>-</u>              |
| <b>Net assets</b>                                      |      |                | <u><u>792,546</u></u> | <u><u>485,841</u></u> |
| <b>Capital and reserves</b>                            |      |                |                       |                       |
| Contingency reserves                                   |      |                | 100,000               | 100,000               |
| Profit and loss account                                |      |                | 297,444               | 385,841               |
| Revaluation reserve                                    |      |                | <u>395,102</u>        | <u>-</u>              |
| <b>Total funds</b>                                     | 11   |                | <u><u>792,546</u></u> | <u><u>485,841</u></u> |

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

Approved by the directors on 12 March 2015

and signed on their behalf by



A Wilson  
Director



Notes to the financial statements

For the year ended 31 July 2014

1. Accounting policies

- a) The financial statements have been prepared under the historical cost convention (except for freehold land & buildings which are held under the revaluation model) and in accordance with Financial Reporting for Smaller Entities (effective April 2008)
- b) Turnover represents net invoiced sales of goods, exclusive of VAT.
- c) Depreciation is provided on all tangible assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life.

Computer software - 33% straight line  
 Computer hardware - 25% straight line  
 Fixtures and fittings - 20% straight line  
 Land and Buildings - 2% straight line

Depreciation costs are allocated to activities on the basis of the use of the related assets in those activities. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

- d) The directors have adopted a policy of reporting land and buildings at market value and will carry out a full property valuation at least every 5 years. Interim valuations will be carried out at other times if it is likely there has been a material change in value.
- e) Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.
- f) The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

2. Turnover

Turnover is attributable to the principal activity of the company.

3. Operating profit

This is stated after charging / crediting:

|                                  | 2014<br>£    | 2013<br>£ |
|----------------------------------|--------------|-----------|
| Interest payable                 | -            | -         |
| Depreciation                     | 30,957       | 37,150    |
| Loss on disposal of fixed assets | -            | 424       |
| Directors' remuneration          | -            | -         |
| Directors' reimbursed expenses   | 8,656        | 6,507     |
| Auditors' remuneration:          |              |           |
| ▪ Audit                          | 6,500        | 5,735     |
| ▪ Over accrual for prior periods | -            | -         |
| ▪ Other services                 | 1,700        | -         |
|                                  | <u>1,700</u> | <u>-</u>  |

No emoluments are paid to any director.

London Learning Consortium C.I.C

Notes to the financial statements

For the year ended 31 July 2014

4. Taxation

|   | 2014<br>£ | 2013<br>£ |
|---|-----------|-----------|
| UK corporation tax at 20% ( 2013 : 20%) | 32,000    | -         |
| Over payment in prior year              | -         | 2,336     |
| Total Current tax                       | 32,000    | 2,336     |
| Deferred tax                            | -         | 2,196     |
| Tax on Surplus activities               | 32,000    | 4,532     |

5. Tangible fixed assets

|                          | Computer<br>equipment | Computer<br>software &<br>website | Fixtures,<br>fittings &<br>equipment | Land and<br>Buildings<br>£ | Totals<br>£ |
|--------------------------|-----------------------|-----------------------------------|--------------------------------------|----------------------------|-------------|
| <b>Cost</b>              |                       |                                   |                                      |                            |             |
| At the start of the year | 126,657               | 6,384                             | 20,622                               | -                          | 153,663     |
| Additions in year        | 12,523                | 11,460                            | 5,563                                | 1,304,898                  | 1,334,444   |
| Revaluation              | -                     | -                                 | -                                    | 395,102                    | 395,102     |
| At the end of the year   | 139,180               | 17,844                            | 26,185                               | 1,700,000                  | 1,883,209   |
| <b>Depreciation</b>      |                       |                                   |                                      |                            |             |
| At the start of the year | 75,300                | 3,637                             | 7,577                                | -                          | 86,514      |
| Charge for the year      | 13,569                | 2,711                             | 1,873                                | 12,804                     | 30,957      |
| Revaluation              | -                     | -                                 | -                                    | (12,804)                   | (12,804)    |
| At the end of the year   | 88,869                | 6,348                             | 9,450                                | -                          | 104,667     |
| <b>Net book value</b>    |                       |                                   |                                      |                            |             |
| At the end of the year   | 50,311                | 11,496                            | 16,735                               | 1,700,000                  | 1,778,542   |
| At the start of the year | 51,357                | 2,747                             | 13,045                               | -                          | 67,149      |

Land and buildings represents the long leasehold of the company's premises at Christopher Wren Yard, 119 High Street, Croydon. The historic cost of the property is £1,304,898. The property was revalued at 31 July 2014 to £1.7 million based on a valuation carried out by Stuart Edwards Fullermoon.

6. Investments

|                      | 2014<br>£ | 2013<br>£ |
|----------------------|-----------|-----------|
| Unlisted Investments | 10,000    | 10,000    |
|                      | 10,000    | 10,000    |

The company is one of seven members of the Third Sector Consortia Management LLP (3SC), a not for profit organisation set up to bid for large public sector contracts. The company has made a capital contribution to 3SC of £10,000. 3SC made a loss in the year to 31st March 2014 of £256,299 (2013: Loss £684,173). The company's liability to 3SC is limited to the value of the capital contribution as stated above.

**London Learning Consortium C.I.C**

**Notes to the financial statements**

**For the year ended 31 July 2014**

**7. Debtors**

|                                | 2014<br>£      | 2013<br>£      |
|--------------------------------|----------------|----------------|
| Trade Debtors                  | 4,100          | 35,313         |
| Other Debtors                  | 429,335        | 601,223        |
| VAT                            | -              | 10,612         |
| Prepayments and accrued income | 36,991         | 35,013         |
|                                | <u>470,426</u> | <u>682,161</u> |

**8. Creditors: amounts falling due within one year**

|                         | 2014<br>£      | 2013<br>£      |
|-------------------------|----------------|----------------|
| Trade creditors         | 235,378        | 80,661         |
| Other creditors         | 367,791        | 603,266        |
| VAT                     | 25,745         | -              |
| Deferred income         | 13,665         | 3,676          |
| Accrued expenses        | 12,948         | 23,840         |
| Corporation tax payable | 32,000         | -              |
| Mortgage creditor       | 22,331         | -              |
|                         | <u>709,858</u> | <u>711,443</u> |

**9. Creditors: amounts due after more than 1 year**

|                                   | 2014<br>£      | 2013<br>£ |
|-----------------------------------|----------------|-----------|
| Mortgage repayable in instalments | <u>951,529</u> | -         |

The mortgage is repayable in instalments and secured by a charges on the organisation's properties, it accrues interest at 3.33% above the Bank of England base rate (currently 0.5%) and is subject to review after 3 years. It is repayable as follows:-

|                         | 2014<br>£      | 2013<br>£ |
|-------------------------|----------------|-----------|
| In less than 1 year     | 22,331         | -         |
| Between 1 and 2 years   | 25,271         | -         |
| Between 2 and 5 years   | 81,877         | -         |
| After more than 5 years | 844,381        | -         |
|                         | <u>973,860</u> | -         |

**10. Operating lease commitments**

The following operating lease payments are committed to be paid within one year:

|                            | 2014<br>£ | 2013<br>£    |
|----------------------------|-----------|--------------|
| Expiring:                  |           |              |
| Within one year            | -         | 285          |
| Between one and five years | -         | 2,217        |
|                            | <u>-</u>  | <u>2,502</u> |

## London Learning Consortium C.I.C

### Notes to the financial statements

#### For the year ended 31 July 2014

##### 11. Reserves

|                                    | Revaluation<br>reserve | Income and<br>expenditure | Contingency<br>reserves | Total                 |
|------------------------------------|------------------------|---------------------------|-------------------------|-----------------------|
| As at 1 August 2013                | -                      | 385,841                   | 100,000                 | <b>485,841</b>        |
| Surplus/(deficit) for the year     | -                      | (101,201)                 | -                       | <b>(101,201)</b>      |
| Revaluation                        | 407,906                | -                         | -                       | <b>407,906</b>        |
| Transfer to income and expenditure | (12,804)               | 12,804                    | -                       | -                     |
| At 31 July 2014                    | <u>395,102</u>         | <u>297,444</u>            | <u>100,000</u>          | <u><b>792,546</b></u> |

##### 12. Related Party Disclosures

During the year there were a number of transactions between the company and parties that are deemed to be related to the company.

Lola Barrett, director of London Learning Consortium is also CEO of Grenfell Housing and Training (GH). During the year, GH provided training services to young people for London Learning Consortium. The cost of this training totalled £308,048 (2013: £229,466). Lola Barrett's fees in relation to this totalled £420 (2013: £385).

Stephen Jeffery, CEO of London Learning Consortium, acts as chair of the Board of Fair Train on a voluntary basis. Fair Train is an organisation that encourages and assists employers to offer apprenticeships. Stephen Jeffrey's fees and expense for representation on the Board is £312 (2013: £4,459). Funding of £2,563 (2013: £10,932) was received from Fair Train.

South London CVS Partnership, a member of London Learning Consortium dissolved in March 2013. In 2014 no legal costs were incurred (2013: £3,336). In 2014 no HR service costs were incurred (2013: £2,705).

3SC was established to bid for large public sector contracts on behalf of voluntary, social enterprise and not-for-profit service delivery organisations. 3SC is a social enterprise, formed by a partnership of civil society organisations that bring expertise in the delivery of a wide range of public services.

Stephen Jeffery, the CEO of London Learning Consortium, is an unpaid Board member of 3SC. His fees and expenses for representation on the board in 2014 were nil (2013: £4,836).

An income of nil was received from 3SC in the year (2013: £3,442).

Fees and expenses totalling £8,656 (2013: £6,507) were paid to the directors for their time and costs of attending Board meetings during the year.

**London Learning Consortium C.I.C**

**Notes to the financial statements**

**For the year ended 31 July 2014**

---

**13. Subsidiary undertaking**

The company controls London Learning Foundation, a company limited by guarantee and registered as a charity in England and Wales. The company has taken advantage of the exemption available to small groups from preparing consolidated group accounts.

During the year, £4,913 of costs were due to be recharged from the company to London Learning Foundation for the costs of work undertaken on behalf of the Foundation. This balance is included within accrued income.

**14. Ultimate Controlling Party**

The company has no share capital and operates for the benefit of the local community. There is no overall controlling party.

**London Learning Consortium C.I.C**

**Detailed income and expenditure account**

**For the year ended 31 July 2014**

THIS PAGE DOES NOT FORM PART OF THE STATUTORY FINANCIAL STATEMENTS

|   | 2014<br>Total<br>£ | 2014<br>Total<br>£     | 2013<br>Total<br>£ | 2013<br>Total<br>£   |
|---|--------------------|------------------------|--------------------|----------------------|
| <b>Income</b>                               |                    | <b>3,302,129</b>       |                    | <b>4,392,219</b>     |
| <b>Costs of sales</b>                       |                    |                        |                    |                      |
| Direct costs                                |                    | <u>2,772,398</u>       |                    | <u>3,464,060</u>     |
| <b>Gross profit</b>                         |                    | <b>529,731</b>         |                    | <b>928,159</b>       |
| <b>Other income</b>                         |                    |                        |                    |                      |
| Sundry receipts                             | 31,485             |                        | 3,675              |                      |
| Share of profit from 3SC                    | -                  |                        | 3,442              |                      |
| Interest received                           | 898                |                        | 290                |                      |
| Lease surrender and rental income           | <u>269,415</u>     |                        | <u>-</u>           |                      |
|   |                    | <u>301,798</u>         |                    | <u>7,407</u>         |
|   |                    | <b>831,529</b>         |                    | <b>935,566</b>       |
| <b>Expenditure</b>                          |                    |                        |                    |                      |
| Directors' fees                             | -                  |                        | 6,507              |                      |
| Salaries and social security                | 521,875            |                        | 437,301            |                      |
| Pensions                                    | 18,022             |                        | 29,353             |                      |
| Recruitment fees                            | 11,424             |                        | 32,984             |                      |
| Telephone                                   | 5,650              |                        | 11,551             |                      |
| Post and stationery                         | 19,770             |                        | 19,793             |                      |
| Publicity                                   | 3,194              |                        | 14,542             |                      |
| Travel and subsistence                      | 6,078              |                        | 23,203             |                      |
| Computer expenses                           | 93,769             |                        | 105,635            |                      |
| Insurance                                   | 13,404             |                        | 5,695              |                      |
| Repairs and renewals                        | 1,962              |                        | 11,704             |                      |
| Rent  | 54,167             |                        | 64,959             |                      |
| Staff training                              | 1,978              |                        | 4,211              |                      |
| Sundry expenses                             | 3,064              |                        | 5,580              |                      |
| Irrecoverable VAT                           | 78,610             |                        | 32,950             |                      |
| Accountancy                                 | -                  |                        | 4,453              |                      |
| Busines accreditation                       | 657                |                        | 2,223              |                      |
| Professional fees                           | 27,429             |                        | 9,065              |                      |
| Legal fees                                  | 1,860              |                        | 5,940              |                      |
| Subscriptions                               | 2,855              |                        | 5,348              |                      |
| Auditors' remunerations                     | 895                |                        | 5,735              |                      |
| Profit/loss on sale of tangible fixed asset | -                  |                        | 424                |                      |
| Depreciation                                | 30,957             |                        | 37,150             |                      |
| Finance costs                               | <u>3,110</u>       |                        | <u>185</u>         |                      |
|   |                    | <b>900,730</b>         |                    | <b>876,491</b>       |
| <b>Net surplus/(deficit) for the year</b>   |                    | <u><b>(69,201)</b></u> |                    | <u><b>59,075</b></u> |