

REGISTERED COMPANY NUMBER: 07628816 (England and Wales)
REGISTERED CHARITY NUMBER: 1143732

Report of the Trustees and
Financial Statements for the Year Ended 31 March 2016
for

Cymdeithas Gofal The Care Society



Morgan Griffiths LLP
Chartered Accountants
Statutory Auditor
Cross Chambers
9 High Street
Newtown
Powys
SY16 2NY

Cymdeithas Gofal The Care Society

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for the Year Ended 31 March 2016**

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Cymdeithas Gofal The Care Society

Chairman's Report for the Year Ended 31 March 2016

Chairs Report

The year 2015/16 has seen The Care Society working with ever growing determination to strengthen the delivery of its essential services to communities in rural mid-Wales. We recognise that our services support people who are often at the most vulnerable points in their lives, and that our passion for providing the right services has to be balanced against the ever-growing strains of a national climate for efficiency.

The Board of Directors has been focused through the year on ensuring that governance and management of The Care Society is robust and able to meet the current and foreseeable operational challenges, as well as being able to deliver the growth we know we need to increase the sustainability of the Society.

The Directors and staff alike are determined not to allow our focus to be driven by cost cutting, but by remaining true to our values and creating efficiencies and new business through innovation. We have resolved to pursue opportunities that will not only allow the Society to reach more vulnerable people, but that will strengthen our business and allow us to continue to raise awareness of the needs of people living in rural mid-Wales.

The Care Society would not be able to achieve its incredible outcomes without the support of local and national partners and other benefactors, we thank you for your continued support. Our thanks also to our staff teams - It never ceases to amaze us how dedicated and resourceful they are in delivering our vision and values through services. I would also like to thank my fellow Directors for their continued commitment and hard work through the year.

Executive Directors Report

2016 has been an exceptionally difficult year for The Care Society. We are all aware of the challenges faced by public bodies delivering essential services with less funding. Regrettably The Care Society and other third sector organisations are faced with the exact same pressures. Despite reduced funding The Care Society has been able to maintain essential services and provide housing and support to the most vulnerable members of our communities.

It is no surprise that, in the grip of welfare reform and austerity the Care Society is helping increasing numbers of people from across Ceredigion and from all backgrounds. The numbers of people accessing our Night Shelter service has increased. The numbers of people and families accessing our support services and in our warden Emergency Accommodation & Supported Housing projects evidence the extreme hardship faced by so many.

There is clearly a continued need for the services delivered by The Care Society and I am continually grateful to the dedication and compassion of my colleagues and our volunteers who help so many people to rebuild their lives. Our services and my colleagues do more than just provide a housing option; we are there when people are at their lowest ebb, lacking confidence and often hope. It is a real honour that people trust and approach The Care Society when they are in need and a real privilege to be part of an organisation which is open, honest and endeavours to give so much.

I am grateful to The Welsh Government, the Local Authority, partner agencies and the local community for their continued support and I can only hope The Care Society can rely on this support to help deliver our services in the future.

**Report of the Trustees
for the Year Ended 31 March 2016**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2016. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives and aims of the charity are:

To promote Social Inclusion for the public benefit by preventing people from becoming socially excluded by reason of homelessness, at risk of losing their home, living in inadequate accommodation or unsettled circumstances in Ceredigion and surrounding counties by:

- a) the provision of quality, customer focused services,
- b) working in a flexible, innovative and responsive way,
- c) the recognition and provision of suitable housing and by supporting people in realising their full potential.

Public benefit

Our main activities and who we try to help are described below. All our charitable activities further our charities objectives having regard to charity commission guidance and for the public benefit. The impact of our work goes far beyond the people we help directly and has a positive impact on building stronger communities, improved health and wellbeing, crime reduction, employment and training in rural mid-Wales. However the main focus of Charity activities is on providing advice and accommodation to people who are homeless, faced with homelessness or live in unsettled, unsuitable accommodation and to provide support to help maintain tenancies, help people live fulfilled lives, and;

Through working in conjunction with the local authority, Housing Associations and other key agencies we have continued to develop our services to meet our objectives and to meet the needs of the people we support.

These objectives are delivered through the provision of the following services:

- The Night Shelter and resettlement project
- Managed Emergency Accommodation Units
- The Bond Scheme
- Accommodation Officer scheme & Estates and Lettings services
- Young Peoples supported Accommodation Project
- County wide Tenancy Support Service
- Shop Mobility Scheme.

**Report of the Trustees
for the Year Ended 31 March 2016**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Achievements

Over the last 12 months we have seen a growth of 10% in the number of people accessing our Night Shelter service. During 2015 / 16 a total of 70 clients (58 Males and 12 females) accessed the service on 1796 separate occasions. Compared to the previous financial year this represents an increase in the number of males accessing the service of 45%. A decrease in the number of females accessing the service of 15% and an overall increase of 12% in the number of times the service was used. Through the Night Shelters resettlement support, 36 people who accessed the Night Shelter, during the period of this report, moved on to other forms of accommodation:

4 into private accommodation
14 into Emergency Accommodation
2 into Housing Association Accommodation
5 reconciled with family
3 into Rehabilitation / Harm reduction unit
8 into supported housing.

During the period of this report a total of 104 people accessed county wide Care Society Warden Emergency Accommodation services. 68 Males 36 Females and children.

Our Bond Scheme received 196 referrals from the Local Authority Housing Department & Young People Leaving Care Team, The Probation Service, other local agencies and self-referral; for people and families seeking advice and accommodation in the Private Rented Sector. A total of 121 tenancies were established with Bonds facilitated through the Care Society.

The Care Society Estates and Lettings Agency service continues to grow; through two high street offices located in Cardigan and Aberystwyth, The Care Society now accommodates in excess of 170 people through this service.

During the period of this report our countywide Tenancy Support Scheme staff supported:

206 Single people over 25
48 Single people under 25
61 Families
49 Residents in Emergency Accommodation
30 Disabled People
10 Young People in our supported Young Peoples Project
10 Young People who moved on to supported flats provided through our Estates and Lettings Agency Supported Move on flats.

The Care Society support staff have attended over 40 PIPS appeals this year compared to only 5 attended last year, ESA appeals have also increased from last year.

At the end of this financial year The Shop mobility scheme was re-introduced in Aberystwyth by the charity through funding from Ceredigion County Council. The service has been established with a view to improving transport and accessibility to people with mobility issues.

Ceredigion Care Society - subsidiary undertaking

Ceredigion Care Society transferred the last of its leases up in the Parent Charity. Having ceased activities it also transferred its remaining reserves of £10,221.

CGC Trading Limited - Subsidiary Undertaking

The subsidiary reported a trading loss for the year of £24,879 (2015: £12,784). The trustees are closely monitoring the performing of the subsidiary with a view to turning the future trading performance into a profit.

**Report of the Trustees
for the Year Ended 31 March 2016**

FINANCIAL REVIEW

Principal funding sources

The principal income generated by the Charity is currently through grant income, contract income from Ceredigion County Council and partner agencies together with self-generated income from Management fees, rents receivable and shop income. All Fundraising expenditure is for this current period and has been invested in the delivery of the charities services and providing food, clothing, furniture items and a contingency fund for beneficiaries experiencing extreme hardship. As a result of increasing financial pressures on the local authority and reduced contract income, the charity needs to seek additional income from alternative sources including additional fundraising activity.

Investment policy and objectives

The Charity has no investment powers except to place any surplus income into deposit accounts. Having considered the options available the Trustees have decided to ensure reserves are available to meet the working capital requirements of the Charity.

Reserves policy

The Trustees have reviewed the requirement for reserves in view of continued reduction in public funding and risks to the organisation.

- To enable the Charity to meet its contractual obligations, including possible redundancy payments, amounts due to creditors and commitments under leases, in the event of loss or deferral of major funding streams

- To enable the Charity to continue to provide a stable and quality service to those who need it whilst it seeks to find alternative sources of income.

- To cover large items of expenditure such as repairs to premises and equipment replacement necessary to ensure a safe and reasonable working environment for both clients and staff.

The Trustees have agreed to aim to establish a level of reserves equal to six months running costs. Budgeted expenditure for 2016/2017 is £1.1 million therefore the target reserves are £550,000. The current level of reserves falls significantly short of this target. The long term strategy of The Charity is to build reserves through delivering planned operating surpluses. In the short term the Charity has explored all possibilities to reduce expenditure including activities that could be curtailed should circumstance require and also the level of unrestricted funds committed to fixed assets held by the Charity.

Results:

The Statement of Financial Activities shows a net deficit from ordinary activities for the year of £63,285 (2015 deficit of £81,600), and reserves now stand at £238,841 (2015 £301,126).

The charity's funds have all been applied in accordance with its objectives and the charity's assets are all being maintained in the furtherance of these objectives.

**Report of the Trustees
for the Year Ended 31 March 2016**

FUTURE PLANS

The Charity, subject to satisfactory and continued funding, intends continuing the activities outlined above to alleviate homelessness throughout the county and rural mid-Wales and to work with the Local Authority and partner organisations to meet local, regional and national strategic objectives. In view of the net deficit from ordinary activities for the year of £26,070 and predicted public sector funding cuts the charity will:

- Regularly review the performance and financial sustainability of each charity project and subsidiary activity against departmental budgets and Key Performance Indicators
- Remodel services and social enterprise activity
- Review Charity expenditure and implement efficiency savings
- Enhance existing projects with additional services where appropriate including reintroducing a Mortgage Brokerage Service
- Explore efficiencies and opportunities through enhanced partnership working with organisations that fit our ethos and working practices
- Increase fundraising activity and applications for grant funding from charitable trusts.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

The Care Society has a competency based performance management policy and procedure for recruitment of all personnel which is used to set performance expectations, objectives and goals, monitor progress and measure results against the objectives of the charity.

Recruitment of Trustees is reviewed by the Board with the view to ensuring the needs of the Board are appropriately reflected through the diversity of the Trustee body. All Prospective Trustees are requested to complete DBS checks and complete application forms before induction.

All new Trustees are supplied with a comprehensive Induction Pack which details:

- The History of Cymdeithas Gofal The Care Society
- Structure Governance and Management including information on and pertaining to the charities
 - Articles of Association
 - Three Year Business Plan
 - Finances and Finance Policy
 - Quality Assurance Systems
 - Health and Safety Policies & Procedures
- Directors and Trustees
- Structure and Functions of Board of Trustees
- Role of Trustees
- Ensuring Eligibility as a Trustee as Defined in CC3
- Trustee codes of Practice
- Expectations and Support for Trustees
- Trustee Job Descriptions
- Current Work of the charity and Volunteering scheme.

Organisational structure

The Charity is managed by the Trustees who meet bi monthly. In addition delegated Trustees also form a Strategic Sub Group and a Finance Sub group. The Strategic Sub Group and Finance Sub Group meet periodically and submit recommendations to the Board for discussion and approval. The day to day responsibility for the provision of services is delegated to the Executive Director Guy Hamilton Evans who reports to the Trustees at regular meetings.

Key management remuneration

The Finance Sub Group reviews the pay and remuneration of all the charities personnel on an annual basis. Any recommendations are submitted to the board for scrutiny before Board authorisation.

**Report of the Trustees
for the Year Ended 31 March 2016**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The Trustees have reviewed the major risks faced by the Charity and have ensured appropriate systems and procedures have been established to mitigate impact. The Charity has invested significantly in both the training of staff and numerous quality assurance mechanisms including:

- The QCS Welsh Social Care Management System and a comprehensive library of policies and procedures which are compliant with Care and Social Services Inspectorate Wales standards
- Investors in People accreditation
- Internal Monitoring Processes, departmental budgets and Key Performance Indicators linked to organisational strategy and a three year business plan
- Implementing all aspects of organisational governance to comply with PQASSO accreditation
- Project Specific Accreditations including membership of - the National Federation of Property Professionals Accreditation, Membership of The National Association of Landlords, Membership of The Property ombudsman service, Membership of the Tenancy Deposit Service
- Retained external specialists including Morris and Bates Solicitors providing contract, legal and Human Resource Advice. Dutton and Gregory providing specialist Housing advice.

Internal control risks are minimised by the implementation of a robust Finance Policy and established procedures for authorisation of all transactions. External risks to funding have been identified and consequently greater staff resource will be deployed in fundraising activity and to identify suitable grant opportunities.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
07628816 (England and Wales)

Registered Charity number
1143732

Registered office
18 Chalybeate Street
Aberystwyth
Ceredigion
SY23 1HX

Trustees

Ms T Lee	- resigned 20.7.16
M A Strong	
Ms P Bentley	
G H Evans	Executive Director
P A Buckman	- resigned 17.2.16
R J Gray	
Mrs S F Hart	- resigned 20.7.16
T Kitchen	
C Llwyd	- resigned 17.2.16
Mrs M Sharpe	- resigned 18.5.16
A P Hearn	- appointed 15.3.16

**Report of the Trustees
for the Year Ended 31 March 2016**

REFERENCE AND ADMINISTRATIVE DETAILS

Auditors

Morgan Griffiths LLP
Chartered Accountants
Statutory Auditor
Cross Chambers
9 High Street
Newtown
Powys
SY16 2NY

Solicitors

Morris & Bates
PO Box 1
Ffordd Alexandra Road
Aberystwyth
Ceredigion
SY23 1PT

Bankers

TSB PLC
PO Box 3
12 Terrace Road
Aberystwyth
Ceredigion
SY23 2AR

Unity Trust Bank PLC
Nine Brindley Place
Birmingham
B1 2HB

Executive Director

Guy Evans

**Report of the Trustees
for the Year Ended 31 March 2016**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Cymdeithas Gofal The Care Society for the purposes of company law) are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

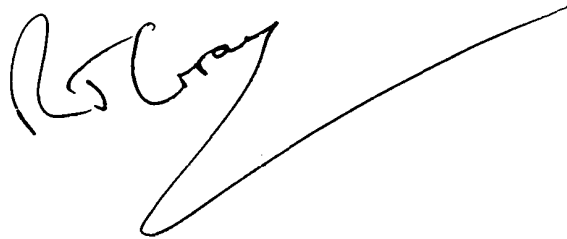
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Morgan Griffiths LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 23 November 2016 and signed on its behalf by:

R J Gray - Trustee



Report of the Independent Auditors to the Members of Cymdeithas Gofal The Care Society

We have audited the financial statements of Cymdeithas Gofal The Care Society for the year ended 31 March 2016 on pages eleven to twenty six. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charitable 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 charitable 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 charitable company and the charitable company'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 explained more fully in the Statement of Trustees Responsibilities set out on page eight, the trustees (who are also the directors of the charitable company for the purposes of company law) 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 charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Chairman's Report and the Report of the Trustees 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 group's and parent charitable company's affairs as at 31 March 2016 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of
Cymdeithas Gofal The Care Society**

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 trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.



Thomas Landers BA FCA (Senior Statutory Auditor)
for and on behalf of Morgan Griffiths LLP
Chartered Accountants
Statutory Auditor
Cross Chambers
9 High Street
Newtown
Powys
SY16 2NY

Date: 22/12/2016.....

Cymdeithas Gofal The Care Society

**Consolidated Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 March 2016**

		Unrestricted fund	Restricted funds	31.3.16 Total funds	31.3.15 Total funds
	Notes	£	£	£	£
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	2,644	-	2,644	8,982
Charitable activities	5				
Promotion of social inclusion		867,835	328,280	1,196,115	1,152,457
Other trading activities	3	183,338	-	183,338	139,014
Investment income	4	129	-	129	65
Total		1,053,946	328,280	1,382,226	1,300,518
EXPENDITURE ON					
Raising funds	6	244,323	-	244,323	148,637
Charitable activities	7				
Promotion of social inclusion		928,603	272,585	1,201,188	1,233,481
Total		1,172,926	272,585	1,445,511	1,382,118
NET INCOME/(EXPENDITURE)		(118,980)	55,695	(63,285)	(81,600)
RECONCILIATION OF FUNDS					
Total funds brought forward		302,126	-	302,126	383,726
TOTAL FUNDS CARRIED FORWARD		183,146	55,695	238,841	302,126

The notes form part of these financial statements

Cymdeithas Gofal The Care Society (Registered number: 07628816)

Balance Sheet
At 31 March 2016

	Notes	Group 31.3.16 £	Group 31.3.15 £	Charity 31.3.16	Charity 31.3.15 £
FIXED ASSETS					
Tangible assets	16	503,252	519,245	476,333	486,575
Investments	17	-	-	1	1
		503,252	519,245	476,334	486,576
CURRENT ASSETS					
Stocks		500	613	-	113
Debtors	17	164,535	183,722	153,382	160,747
Cash at bank and in hand		116,029	96,594	112,788	92,796
		281,064	280,929	271,170	253,656
CREDITORS					
Amounts falling due within one year	187	215,953	156,257	148,266	106,307
NET CURRENT ASSETS		65,111	124,672	122,904	147,349
TOTAL ASSETS LESS CURRENT LIABILITIES		568,363	643,917	599,238	633,925
CREDITORS					
Amounts falling due after more than one year	18	329,522	341,791	317,943	326,560
NET ASSETS		238,841	302,126	281,295	307,365
FUNDS					
Unrestricted funds	21	183,146	302,126	225,600	307,365
Restricted funds		55,695	-	55,695	-
TOTAL FUNDS		238,841	302,126	281,295	307,365

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Trustees on 23 November 2016 and were signed on its behalf by:

R J Gray -Trustee



The notes form part of these financial statements

Cymdeithas Gofal The Care Society

Notes to the Financial Statements for the Year Ended 31 March 2016

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company have been prepared in accordance with the Charities SORP (FRSSE) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015)', the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

Basis of consolidation

The consolidated accounts incorporate the results of Cymdeithas Gofal The Care Society and its Subsidiary undertakings on a line by line basis. The consolidated entity is referred to as 'the group'. No separate company Statement of Financial Activities (SOFA) has been prepared for the charity as permitted by section 408 of the Companies Act 2006.

Income

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

Expenditure

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

Governance costs

Governance costs are those incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements.

Allocation and apportionment of costs

Support costs and governance costs have been apportioned to activities based on the apportionment of salary costs.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Land and buildings	- Straight line over 25 years
Plant and machinery etc	- 33% on cost, 25% on cost and 20% on cost

No depreciation is provided on freehold land.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Items donated for resale or distribution, are not included in the financial statements until they are sold or distributed. The trustee's believe that the costs involved in determining the value of stock held for distribution would outweigh the benefit to the users.

Taxation

The charity is exempt from corporation tax on its charitable activities. The trading subsidiary does not generally pay UK corporation tax because their policy is to pay taxable profits as Gift Aid to the Charity.

Cymdeithas Gofal The Care Society

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

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

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Transfer from unincorporated charity

Income, expenditure and associated funds are donated from the the subsidiary undertaking at cost as and when the leases which are currently in the name of Ceredigion Care Society and registered into the parent's name.

2. DONATIONS AND LEGACIES

	Group 31.3.16	Group 31.3.15
	£	£
Donations	<u>2,644</u>	<u>8,982</u>

3. OTHER TRADING ACTIVITIES

	Group 31.3.16	Group 31.3.15
	£	£
Fundraising events	623	1,111
Shop income & property maintenance	<u>182,715</u>	<u>137,903</u>
	<u>183,338</u>	<u>139,014</u>

4. INVESTMENT INCOME

	Group 31.3.16	Group 31.3.15
	£	£
Deposit account interest	<u>129</u>	<u>65</u>

Cymdeithas Gofal The Care Society

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2016**

5. INCOME FROM CHARITABLE ACTIVITIES

		Group 31.3.16 £	Group 31.3.15 £
Rents receivable	Promotion of social inclusion	322,085	294,400
Management fees	Promotion of social inclusion	41,731	56,551
CCC - Managed Emergency			
Accommodation	Promotion of social inclusion	76,822	75,458
Rental and storage income	Promotion of social inclusion	604	489
Grants	Promotion of social inclusion	754,873	724,559
		<u>1,196,115</u>	<u>1,152,457</u>

Grants received, included in the above, are as follows:

	Group 31.3.16 £	Group 31.3.15 £
Welsh Assembly Government- S180 Bond Scheme	42,707	43,532
Welsh Assembly Government - S180 Night Shelter Funding	171,812	175,408
Welsh Assembly Government - S180 Accommodation Officer	40,142	40,912
ROG funding - Reaching Wider	22,942	-
WCVA: Volunteering in Wales fund	5,518	8,080
Homelessness Prevention grant	-	5,415
Tai Ceredigion	12,149	-
Ceredigion County Council - supporting	297,976	338,030
Ceredigion County Council - extended bond	26,650	29,523
Young Persons Project - Cardigan	34,169	34,169
Social Service grant	-	200
Probation grant	7,956	7,956
Cambrian Training	-	5,764
Coastal Funding	-	1,893
Homeless Grant Programme	-	8,381
Town Improvement Grant	-	25,296
Transition Funding	39,910	-
Shop Mobility	28,190	-
Screwfix foundation	5,000	-
Mid & West Wales Fire Rescue	792	-
Mid Wales Housing	3,783	-
Ponthafren Bid	1,369	-
Rowan Organisation	1,337	-
Ceredigion County Council	12,471	-
	<u>754,873</u>	<u>724,559</u>

Cymdeithas Gofal The Care Society

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

6. RAISING FUNDS

Other trading activities

	Group 31.3.16 £	Group 31.3.15 £
Purchases	234	775
Staff costs	16,834	24,007
Other operating leases	13,210	13,076
Other employment costs	542	576
Subscription	167	189
Sundries	71	91
Utilities	1,772	2,373
Postage, stationary, advertising & telephone	1,164	1,169
Travel and subsistence	11	60
Repairs & maintenance of equipment	4,177	3,088
Professional fees	6	124
Depreciation	-	195
Support costs	3,038	3,556
Trading subsidiary costs	<u>203,097</u>	<u>54,460</u>
	<u>244,323</u>	<u>148,637</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 8) £	Support costs (See note 9) £	Group Totals £
Promotion of social inclusion	<u>1,087,625</u>	<u>113,563</u>	<u>1,201,188</u>

Cymdeithas Gofal The Care Society

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2016**

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	Group 31.3.16	Group 31.3.15
	£	£
Staff costs	605,691	626,627
Hire of plant and machinery	8,717	10,655
Insurance	6,463	6,824
Light and heat	27,962	29,902
Rates & water	1,583	
Telephone	7,221	5,590
Postage and stationery	6,997	10,779
PR, marketing & promotions	7,596	11,888
Sundries	4,657	14,402
Repairs and maintenance	36,004	13,609
Resettlement expenditure	264,852	261,891
IT, licences & internet	6,517	9,943
Travel and subsistence	24,594	37,067
Grant expenditure	5,688	4,776
Legal and professional	24,233	24,664
Bank charges	174	152
Bad debts	9,226	13,799
Cleaning	2,471	3,078
Recruitment and training	4,793	7,800
Sub contractors	812	-
Volunteer expenses	723	3,219
Depreciation	17,083	18,286
Interest payable and similar charges	13,568	15,387
	<u>1,087,625</u>	<u>1,129,978</u>

9. SUPPORT COSTS

	Management	Governance costs	Group Totals
	£	£	£
Fundraising trading: cost of goods sold and other costs	2,699	339	3,038
Promotion of social inclusion	<u>97,530</u>	<u>16,033</u>	<u>113,563</u>
	<u>100,229</u>	<u>15,811</u>	<u>116,601</u>

Activity	Basis of allocation
Management	Staff costs
Governance costs	Staff costs

Support costs, included in the above, are as follows:

Cymdeithas Gofal The Care Society

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

9. SUPPORT COSTS - continued

Management

			Group 31.3.16	Group 31.3.15
	Fundraising trading: cost of goods sold and other costs	Promotion of social inclusion	Total activities £	Total activities £
Wages	£ 1,296	£ 45,321	46,617	44,111
Social security	167	5,866	6,033	3,889
Other operating leases	1,054	39,923	40,977	33,177
Insurance	11	391	402	383
Light and heat	18	653	671	1,904
Telephone	153	5,376	5,529	7,138
	<u>2,699</u>	<u>97,530</u>	<u>100,229</u>	<u>90,602</u>

Governance costs

			Group 31.3.16	Group 31.3.15
	Fundraising trading: cost of goods sold and other costs	Promotion of social inclusion	Total activities £	Total activities £
Auditors' remuneration	£ 63	£ 5,637	5,700	5,766
Previous auditors disputed fee	193	6,762	6,955	-
Accountancy	43	1,517	1,560	3,970
Cost of trustee meetings	40	2,117	2,157	3,165
	<u>339</u>	<u>16,033</u>	<u>16,372</u>	<u>12,901</u>

Cymdeithas Gofal The Care Society

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2016**

10. NET INCOME/(EXPENDITURE)

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

	Group 31.3.16	Group 31.3.15
	£	£
Auditors' remuneration	6,950	7,266
Depreciation - owned assets	19,370	22,477
Depreciation – assets on hire purchase	3,464	2,308
Hire of plant and machinery	9,636	10,655
Other operating leases	<u>60,031</u>	<u>33,177</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

Trustee remuneration for the Executive Director amounted to £41,188 (2015 £41,672).

Trustees' expenses

Trustee expenses paid in the year amounted to £710 for 1 trustee (2015 £198 for 1 trustee).

12. STAFF COSTS

	Group 31.3.16	Group 31.3.15
	£	£
Wages and salaries	699,867	686,475
Social security costs	46,705	45,690
Other pension costs	12,341	11,723
	<u>758,733</u>	<u>743,888</u>

The average monthly number of employees during the year was as follows

	Group 31.3.16	Group 31.3.15
Charitable activities	44	45
Administration	3	3
	<u>47</u>	<u>48</u>

13. INCOMING RESOURCES AND NET DECREASE IN FUNDS – CHARITY ONLY

The Consolidated Statement of Financial Activities is for the Group as a whole. The figures below are the equivalent figures for the Charity only, excluding other Group entities.

- Charity only total incoming resources for the year ended 31 March 2016 were £1,238,408 (2015 £1,172,063).
- Charity only net decrease in funds in the year totalled £26,070 (2015 £54,513 decrease).

Cymdeithas Gofal The Care Society

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2016**

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Group Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	8,982	-	8,982
Charitable activities			
Promotion of social inclusion	853,815	298,642	1,152,457
Other trading activities	139,014	-	139,014
Investment income	65	-	65
	<u>1,001,876</u>	<u>298,642</u>	<u>1,300,518</u>
Total			
EXPENDITURE ON			
Raising funds	148,637	-	148,637
Charitable activities			
Promotion of social inclusion	953,603	279,878	1,233,481
	<u>1,102,240</u>	<u>279,878</u>	<u>1,382,118</u>
Total			
NET INCOME/(EXPENDITURE)	(100,364)	18,764	(81,600)
Transfers between funds	<u>25,296</u>	<u>(25,296)</u>	<u>-</u>
Net movement in funds	(75,068)	(6,532)	(81,600)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>377,194</u>	<u>6,532</u>	<u>383,726</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>302,126</u></u>	<u><u>-</u></u>	<u><u>302,126</u></u>

Cymdeithas Gofal The Care Society

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2016**

15. TANGIBLE FIXED ASSETS

Group	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 April 2015	487,552	133,263	620815
Additions	-	6,841	6841
At 31 March 2016	<u>487,552</u>	<u>140,104</u>	<u>627656</u>
DEPRECIATION			
At 1 April 2015	66,352	35,218	101570
Charge for year	13,782	9,052	22834
At 31 March 2016	<u>80,134</u>	<u>44,270</u>	<u>124404</u>
NET BOOK VALUE			
At 31 March 2016	<u>407,418</u>	<u>95,834</u>	<u>503252</u>
At 31 March 2015	<u>421,200</u>	<u>98,045</u>	<u>519245</u>

Included in cost or valuation of land and buildings is freehold land of £143,000 (2015 - £143,000).

The net book value of plant and machinery includes £15,276 (2015 £18,740) in respect of assets held under finance leases. The amount of depreciation in respect of such assets amounted to £3,464 for the year (2015 – £2,308).

Charity	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 April 2015	487,552	86,063	573,615
Additions	-	6,841	6,841
At 31 March 2016	<u>487,552</u>	<u>92,904</u>	<u>580,456</u>
DEPRECIATION			
At 1 April 2015	66,352	20,688	87,040
Charge for year	13,782	3,301	17,083
At 31 March 2016	<u>80,134</u>	<u>23,989</u>	<u>104,123</u>
NET BOOK VALUE			
At 31 March 2016	<u>407,418</u>	<u>68,915</u>	<u>476,333</u>
At 31 March 2015	<u>421,200</u>	<u>65,375</u>	<u>486,575</u>

Included in cost or valuation of land and buildings is freehold land of £143,000 (2015 - £143,000)

Cymdeithas Gofal The Care Society

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

16. FIXED ASSET INVESTMENTS

Charity	Shares in group undertakings £
MARKET VALUE	
At 1 April 2015 and 31 March 2016	<u>1</u>
NET BOOK VALUE	
At 31 March 2016	<u><u>1</u></u>
At 31 March 2015	<u><u>1</u></u>

There were no investment assets outside the UK.

The financial information for the wholly owned subsidiary, **CGC Trading Limited** is provided below:

	31.3.16		31.3.15	
	£	£	£	£
TURNOVER		166,749		154,114
Cost of sales		<u>120,229</u>		<u>89,355</u>
GROSS PROFIT		46,520		64,759
Distribution costs	5,844		3,825	
Administrative expenses	<u>75,683</u>		<u>70,123</u>	
		<u>81,527</u>		<u>73,948</u>
		(35,007)		(9,189)
Other operating income		<u>11,469</u>		<u>(3,258)</u>
OPERATING (LOSS)/PROFIT		((23,538)		(12,447)
Interest payable and similar charges		<u>1,341</u>		<u>337</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(24,879)		(12,784)
Tax on (loss)/profit on ordinary activities		-		-
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u><u>(24,879)</u></u>		<u><u>(12,784)</u></u>
		31.3.16		31.3.15
		£		£
Assets		50,455		66,928
Liabilities		(92,908)		(84,502)
Capital and reserves		(42,453)		(17,574)

Cymdeithas Gofal The Care Society

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2016**

16. FIXED ASSET INVESTMENTS - continued

Ceredigion Care Society:

Nature of Business: Administration of lettings.

	31.3.16	31.3.15
	£	£
Aggregate reserves	-	12,336
(Deficit)/surplus for the year	-	<u>(14,303)</u>

Ceredigion Care Society has now ceased and its funds were transferred to this charity as at the 31st March 2016 and amounted to £10,221.

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	Group	Charity	Charity
	31.3.16	31.3.15	31.3.16	31.3.15
	£	£	£	£
Trade debtors	48,822	46,061	44,998	29,734
Amounts owed by group undertakings	-	-	13,535	25,099
Other debtors	115,713	137,661	99,849	105,914
	<u>164,535</u>	<u>183,722</u>	<u>158,382</u>	<u>160,747</u>

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	Group	Charity	Charity
	31.3.16	31.3.15	31.3.16	31.3.15
	£	£	£	£
Bank loans and overdrafts	8,500	8,500	8,500	8,500
Hire purchase contracts	3,496	3,339	-	-
Trade creditors	34,612	37,571	29,098	42,909
Taxation and social security	38,464	27,705	24,477	26,504
Other creditors	130,881	79,142	86,191	28,394
	<u>215,953</u>	<u>156,257</u>	<u>148,266</u>	<u>106,307</u>

19. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group	Group	Charity	Charity
	31.3.16	31.3.15	31.3.16	31.3.15
	£	£	£	£
Bank loans	317,943	326,560	317,943	326,560
Hire purchase contracts	11,579	15,231	-	-
	<u>329,522</u>	<u>341,791</u>	<u>317,943</u>	<u>326,560</u>

Amounts falling due in more than five years

Repayable by instalments:

Bank loans more than 5yrs by instalments	283,943	292,560	283,943	292,560
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Cymdeithas Gofal The Care Society

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2016**

20. SECURED DEBTS

The following secured debts are included within creditors:

	Group	Group	Charity	Charity
	31.3.16	31.3.15	31.3.16	31.3.15
	£	£	£	£
Bank loans	317,943	335,060	317,943	335,060
Hire purchase contracts	15,075	18,570		
	<u>333,018</u>	<u>353,630</u>	<u>317,943</u>	<u>335,060</u>

The bank loan is secured by way of a first legal charge over the freehold property known as 26 Cambrian Street, Aberystwyth and 21 Terrace Road Aberystwyth.

21. OPERATING LEASE COMMITMENTS

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

	Group	Group	Group	Group
	31.3.16	31.3.15	31.3.16	31.3.15
			Land & buildings	Plant & Machinery
Expiring:				
Within one year	84,518	82,630	12,918	-
Between one and five years	227,995	202,786	7,633	7,555
	<u>312,513</u>	<u>285,416</u>	<u>20,551</u>	<u>7,555</u>

22. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Group	Unrestricted fund	Restricted funds	31.3.16 Total funds	31.3.15 Total funds
	£	£	£	£
Fixed assets	503,252	-	503,252	519,245
Current assets	183,626	97,438	281,064	280,929
Current liabilities	(174,210)	(41,743)	(215,953)	(156,257)
Long term liabilities	(329,522)	-	(329,522)	(341,791)
	<u>183,146</u>	<u>55,695</u>	<u>238,841</u>	<u>302,126</u>

Charity	Unrestricted fund	Restricted funds	31.3.16 Total funds	31.3.15 Total funds
	£	£	£	£
Fixed assets	476,333	-	476,333	486,575
Investments	1	-	1	1
Current assets	173,732	97,438	271,170	253,656
Current liabilities	(106,523)	(41,743)	(148,266)	(106,307)
Long term liabilities	(317,943)	-	(317,943)	(326,560)
	<u>225,600</u>	<u>55,695</u>	<u>281,295</u>	<u>307,365</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

23. MOVEMENT IN FUNDS

	At 1.4.15 £	Net movement in funds £	At 31.3.16 £
Unrestricted funds			
General fund	302,126	(118,980)	183,146
Restricted funds			
Transition funding	-	36,649	36,649
Shop Mobility	-	19,046	19,046
	-	55,695	55,695
TOTAL FUNDS	302,126	(63,285)	238,841

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,053,946	(1,172,926)	(118,980)
Restricted funds			
Welsh Assembly Government - S180 Bond Scheme	42,707	(42,707)	-
WCVA: Volunteering in Wales Fund	5,518	(5,518)	-
Welsh Assembly Government - S180 Accommodation Officer	40,143	(40,143)	-
Welsh Assembly Government - S180 Night Shelter	171,814	(171,814)	-
Transition funding	39,910	(3,261)	36,649
Shop Mobility	28,189	(9,143)	19,046
	328,280	(272,585)	55,695
TOTAL FUNDS	1,382,226	(1,445,511)	(63,285)

Cymdeithas Gofal The Care Society

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2016**

23. MOVEMENT IN FUNDS - continued

General funds - are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Restricted accounts are as follows:

Grants have been received under S180 of the Housing Act 1996 or Section 126 of the Housing Grants Construction and Regeneration Act 1996 from the Welsh Assembly Government for specific projects, these grants are as follows:

S180 Bond Scheme - The Bond Scheme enables people on low or no incomes into being able to move into their own private accommodation. Thus people, who are homeless or facing homelessness, are assisted in finding safe, affordable and sustainable rented accommodation facilitated through the provision of a bond guarantee.

S180 Accommodation Officer - The principle objective of the 'Accommodation Officer Scheme' is to alleviate homelessness in Ceredigion through meeting the increasing demand for suitable and affordable private rented accommodation. To this end the scheme works with the Welsh Government, the Local Authority and regional private landlords to promote good practice, improve property standards and meet the shortfall from the existing private rented sector, registered social housing and statutory housing provision.

S180 Night Shelter - Rooflessness & Resettlement Initiative -

The overall aim of this project is to reduce homelessness and repeat homelessness in Ceredigion and rural mid-Wales through the provision of safe accommodation for 'rough sleepers' and homeless people. The project also aims to achieve positive resettlement outcomes and prevent social exclusion through engagement with service users and by providing support, access to the Accommodation Officer and Bond Schemes, client activities, housing advice, welfare, finance and benefits advice, partnership working and signposting to specialist agencies.

WCVA - Volunteering in Wales Scheme - To support formal volunteering projects that aim to recruit, support, train and place new volunteers. To encourage good practice in volunteering and support the development in under-developed areas such as underrepresented groups, areas with less opportunities or types of volunteering opportunities.

Ceredigion Shopmobility Scheme - To provide the effective delivery of the Ceredigion Shopmobility Project, including staff training, acquisition of suitable mobility equipment, safe storage of such equipment and in an appropriate central location in Aberystwyth and delivery to where the equipment is needed. Use of the equipment should be charged for on a fair and reasonable basis and effective promotion of the scheme is also required.

Transition funding - Funded by Ceredigion County Council, Transition funding was provided for the use in various projects, some of these include; Rough Sleeper Count, Crisis Support, Emergency use of B&B type accommodation and Mediation. Some of these projects along with a few others will be continuing in 2016/17.

23. RELATED PARTY DISCLOSURES

The group has taken advantage of exemption, under the terms of Financial Reporting Standard for Smaller Entities (effective January 2015), not to disclose related party transactions with wholly owned subsidiaries within the group.

During the year this charity paid for accountancy services amounting to £1,560 (2015 £4,695) from Francis Gray Ltd. Robert Gray is a director of Francis Gray Limited.