

Company Registration Number: 3340032 (England and Wales)
Registered Charity Number in England & Wales: 1063737

**REPORT OF THE TRUSTEES AND
AUDITED GROUP FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 MARCH 2022
FOR
COMMUNITY ACTION ISLE OF WIGHT
(A Company Limited by Guarantee)**

**COMMUNITY ACTION ISLE OF WIGHT
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FOR THE YEAR ENDED 31 MARCH 2022**

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**COMMUNITY ACTION ISLE OF WIGHT
REPORT OF THE TRUSTEES**

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 31st March 2022. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities'.

LEGAL AND ADMINISTRATIVE INFORMATION

Patron

Major General Sir Martin White

President

Mrs Mary Case

Trustees Members and Directors

Ms E Corina, YMCA

Mr R Priest, Shanklin Youth and Community Centre

Dr B Hinton, Julia Margaret Cameron Trust

Mr P Noctor, Real World Trust

Mr R Harrington-Vail, Footprint Trust

Mr A Axford, Isle of Wight Council

Resigned 1 April 2021

Mr J Medland, Isle of Wight Council

Ms C Robertson, Co-opted

Appointed 1 August 2022

Ms A Smith, Co-opted

Appointed 1 August 2022

No trustee has any beneficial interest in the charitable company. All trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

Chief Executive and Company Secretary

Mr Michael Bulpitt

Company Registration Number

3340032 (England and Wales)

Registered Charity Number

1063737 (England and Wales)

Registered Office

Riverside Centre

The Quay

Newport

Isle of Wight

PO30 2QR

Auditors

Morris Crocker Limited, Chartered Accountants

Station House

North Street

Havant, PO9 1QU

**COMMUNITY ACTION ISLE OF WIGHT
REPORT OF THE TRUSTEES**

Legal Advisors

Glanvilles
The Courtyard, St Cross Business Park
Newport
Isle of Wight
PO30 5BF

Bankers

NatWest Bank PLC
107 St James Square
Newport
Isle of Wight
PO30 1XH

Aldermore Bank PLC
Western House
Lynch Wood
Peterborough
PE2 6FZ

Recruitment and appointment of new trustees

Trustees are elected by member organisations at the annual general meeting, with the Isle of Wight Council able to appoint up to two representatives. In addition up to three trustees can be co-opted by the board. Trustees are appointed on a 3 year cycle and either stand down after this period or stand for re-election for a new term.

Induction and training of new trustees

Once elected, trustees receive training in the form of an induction pack and support provided by a senior staff member.

Governing documents

The charity is controlled by its governing documents, the Memorandum and Articles of Association dated 25 March 1997, and amended 8 May 1997; and constitutes a limited company, limited by guarantee as defined by the Companies Act 2006.

Organisational Structure

The charity is controlled by a Board of Trustees, nominated through the AGM or co-opted by the Board. The day to day management is delegated to the Chief Executive, Mr M Bulpitt.

The Charity employed an average of 22 employees during the year and an average of 100 volunteers supporting various projects/services on a regular basis. In addition a further 25 people are employed through the trading

Key management remuneration

Management salary is set and reviewed by the Board of Trustees. Informal monitoring of the salary levels of similar positions through job advertisements is undertaken by the CEO and the Chair to identify that the salary paid is appropriate, when compared to other, similar positions and taking into account the overall pay levels experienced on the Island compared to other areas.

Management salary may increase alongside all other staff as and when an incremental percentage increase is deemed affordable by the Board.

Charitable objectives and mission

To promote and organise co-operation in the achievement of any charitable purpose for the benefit of the community in the County of the Isle of Wight in the furtherance of health and conservation or protection of the environment in a manner recognised as charitable and for the relief of poverty, distress, disability and sickness.

COMMUNITY ACTION ISLE OF WIGHT REPORT OF THE TRUSTEES

Public benefit

Community Action Isle of Wight delivers benefit to the island in a variety of ways:

Through the advancement of citizenship and community development by the provision of the promotion of and support to the local voluntary sector.

Through the provision of a large community centre in Newport hosting the activities of hundreds of different voluntary and community groups and activities throughout the year.

Through the provision of a second, small community centre in East Cowes.

By enabling and promoting participation within volunteering through the work of the Isle of Wight Volunteer Centre service, thereby helping individual residents to become a volunteer and groups to improve their capacity to deliver their roles.

Through the provision of training and support to the staff and volunteers of voluntary and community groups to help enable them to achieve their charitable objectives.

Through the provision of relief to those in need through the provision of a voluntary car service to older and less mobile residents, thereby helping to improve their quality of life by enabling them to access local services.

Through the provision of support services to local residents with a disability.

Through the provision of support services to refugees on the Island.

Through the development of community led housing initiatives, thereby helping local residents to acquire affordable housing.

Wider network

Community Action IW is a member of Action with Communities in Rural England (ACRE), which actively promotes the interests of rural communities. It also acts as the national umbrella organisation for 38 similarly focused county/unitary bodies around the country.

CAIW is also a member of the National Council for Voluntary Organisations (NCVO)

Community Action IW works strongly in partnership with local public sector bodies, including the Isle of Wight Council, the IW NHS Integrated Care Board and the IW NHS Trust. It also supports partnership based initiatives such as the Health and Well Being Board.

The CEO works in partnership with a wide variety of organisations at the strategic level and supports various grant giving organisations/initiatives such as the Hampshire and IW Community Foundation.

REVIEW OF ACTIVITIES AND ACHIEVEMENTS

The year has again been a challenging one, starting with the easing but not disappearance of the covid crisis and ending with the start of a new cost of living crisis. This has been partly linked to the invasion of Ukraine, which has also created further work for Community Action Isle of Wight (CAIW) in providing settlement support to Ukrainian arrivals fleeing their own country.

CAIW supported the emergence of communities and especially vulnerable residents from the covid lockdown and was fortunate enough to secure 18 months of funding from The National Lottery to support our community resilience work.

Our Community Resilience work helped a number of new projects and events to be planned/implemented in partnership between our Local Resilience Coordinators and organisations operating in their areas.

From Family Literacy and physical activity trails for the Bay Area to community days in both Cowes and East Cowes, to health information days, which included the distribution of Covid test kits, at promotional stands in Newport and in East Cowes.

COMMUNITY ACTION ISLE OF WIGHT REPORT OF THE TRUSTEES

CAIW has continued to support the provision of the mass covid vaccination centre based at our Riverside building and also co-ordinated the on-going recruitment and management of vaccination volunteers.

In partnership with other charities, Help and Care and Citizens Advice IW, we continued to deliver the Healthwatch service for the Island, helping to identify challenges and concerns in the delivery of health and social care services on the Island and also proposing improvements and solutions.

Community Action IW also delivers a Community Led Housing project across the Island with the aim of supporting local partners to deliver community led and affordable housing units and help enable local people to gain access to appropriate homes.

Through one of its trading arm Island Community Ventures Ltd a village shop and post office service is maintained in one village and a further three outreach post office services delivered in other villages, helping to maintain this much needed but under threat facility for rural parts of the Island.

Funders during the year included The National Lottery, Isle of Wight Council and DEFRA.

Grants managed

The Charity managed 2 grant programmes during the year: Helping Hands and the Community Led Housing Grant.

Helping Hands provides one off grants up to £75 to people who are experiencing financial difficulties and are unable to access support from other recognised sources. Agencies such as Social Services, Housing Associations and voluntary sector bodies refer individual cases for consideration and during the year funds were channelled through Citizens Advice Help Through Crisis programme.

The Community Led Housing grants relate to supporting not for profit bodies to develop their initiatives relating to community led housing.

Organisational Developments

No new organisational developments have taken place for the charity but since the end of the financial year the decision was taken to place one of the trading arms, Sabirian CIC into voluntary insolvency. This is going to mean that funds invested in the trading arm will not be recovered.

FINANCE AND ACCOUNTS

The audited accounts form part of this report and full details of the accounts of both the charity and its trading arms.

Overall the figures highlight the challenging operating environment for both charity and trading arms.

The financial reserves of the charity are still solid and more than sufficient. A range of grants continue to be accessed, paid for services continue to be self sustaining but efforts to increase self sustainability of other work through trading, continues to be difficult.

COMMUNITY ACTION ISLE OF WIGHT

REPORT OF THE TRUSTEES

POLICIES

Reserves

Reserves: The Finance and Control procedures of Community Action IW identify two months core operational expenditure as being an appropriate minimum level and this is being adhered to. Reserves are maintained to provide financial stability to the charity and its activities and also enable cashflow variations to be managed during changes of funding opportunities and peaks and troughs relating to such fund flow.

Community Action IW operates grant funded projects on the basis that secured funding meets the net expenditure required and allowing for some level of overhead/management cost coverage.

Where services are not grant funded but paid for services, the aim is for the overall combined paid for services to be break even as a minimum, even if this means that surplus from one covers deficits in others.

Trading is undertaken with the intention of delivering profit although in some cases there is also a community benefit to be considered, such as with post office service provision.

At the year end total reserves for the charitable company were £707,950 (Group: £674,870). Restricted reserves at the year end were £270,802 (Group: £300,802) leaving a total of £437,148 (Group: £374,068) as unrestricted reserves at the year end.

Investment Policy

Loans, totalling £250,000 have been made to the charity's trading arm, Island Community Ventures Ltd. £48,000 of the loan was repaid during the course of the year making a total of £158,000 capital repaid to date and the value of one of the trading businesses is estimated at around £110k.

Loans totalling over £300,000 have been made to Sabirian CIC, and due to a range of issues, the largest being covid, the decision was made to place the trading arm into voluntary liquidation in 2022.

£10,000 is invested in a community energy initiative, which is paying an annual dividend.

The remaining cash balance is held on deposit at either Natwest or Aldermore banks.

Community Action IW has a suite of other policies to guide the organisation across all the appropriate areas.

**COMMUNITY ACTION ISLE OF WIGHT
REPORT OF THE TRUSTEES**

Principal Risks and Uncertainties

Community Action Isle of Wight

On-going potential of covid to return with both financial and operational implications:

Risk: Uncertainty in many areas.

Availability of grant/contract funds to support work some areas of work

Diminished demand for certain services

Mitigating factors: Overall, sufficient funding has been secured through the worst of the covid period and the value of the work we did has helped the local authority and other local partners to appreciate what we do.

We are now hopefully over the worst of this challenge and most services have returned to close to normality.

Redundancies are an unfortunate option but have not proven necessary to date.

Overall it is not anticipated that grant monies will be any more difficult than is the norm.

Covid crisis - safety of staff and service users:

Risk: The covid crisis will continue to bring with it some additional risk around health and safety related to buildings management and the operation of certain services.

Mitigating factors:

Encouraging staff and service users to be vaccinated.

Staff to work from home in many instances.

On-going risk assessments carried out with regard to both buildings and certain services.

Operational changes can be re-implemented following on going risk assessments and in line with national guidance around such items as 'Community Buildings'. For example, limits on numbers in rooms, space related restrictions in toilets.

Cost of heating and lighting our community centres:

Mitigating factors:

Thankfully we extended our electricity contract for our large Riverside building in advance but increased gas heating costs will start in May 2023, which in reality means the winter 23/24.

A range of actions are already being undertaken to reduce usage and costs, such as extending LED lighting, using timers on water boilers and heating systems more effectively and turning large usage items off whenever possible.

Island Community Ventures Ltd

Uncertain operating environment due to cost of living crisis and inflation:

Risk: This may include changes in the behaviour of customers and demand from wholesale clients for the bakery

Mitigating factors:

A direct van delivery service has been set up to visit work places and an extension of this is possible as demand is proving to be solid.

Buying raw materials in bulk and in advance of price increases.

Maintaining good relations with wholesale customers and actively looking for more.

Good communication with all customers regarding the need for price increases due to supply chain cost increases.

COMMUNITY ACTION ISLE OF WIGHT REPORT OF THE TRUSTEES

Principal Risks and Uncertainties (Continued)

Covid - health and safety:

Risk: Clearly covid has on-going implications for the operational running of both the bakery and the shop in terms of keeping staff and customers safe.

Mitigating factors:

Maintain plastic screens at counters, one way system and other approaches to reduce risk.

Riverside Ventures (Isle of Wight) Limited

Riverside Ventures run the management of the weekly bookings/activities/events undertaken by other organisations within the Riverside Centre.

Covid crisis - financial:

Risk: There is clearly potential for there to be reduced demand for hire of rooms, holding of training event and parties etc moving forward

Mitigating factors:

A number of rooms within the building are being used for covid vaccination purposes and an appropriate rent charged, which secures some regular income.

Although it has of course been slow there is evidence that the level of demand for room hire is now starting to increase again as confidence builds.

Covid - health and safety:

Risk: Clearly covid had implications for the operational running of the Riverside Centre and the safety of staff, volunteers and users.

Mitigating factors:

Risk assessments carried out with regard to the building in preparation for usage by external groups.

Operational changes made as a result of both risk assessments and in line with national guidance around such items as 'Community Buildings'.

For example, limits on numbers in rooms, space related restrictions in toilets and many more.

FUTURE DEVELOPMENTS

The last few years has shown us how difficult it is to predict what is going to happen next in the world in which we operate. The extent to which the cost of living crisis will impact on both local residents and the charity itself is similarly difficult to predict.

Despite the huge challenges we have faced in the last few years Community Action IW remains in a solid position and will continue to work with partners, funders and residents to fulfil its purpose.

Further work on building community resilience and capacity, re-establishing membership and capacity of our voluntary car service, re-establishing our Active Living learning disability day service following covid and increasing youth outreach and support work on the Island are all very much on the agenda.

**COMMUNITY ACTION ISLE OF WIGHT
REPORT OF THE TRUSTEES**

CONCLUSION

Now, even more than ever, the Trustees would like to place on record their appreciation of the enormous efforts of the staff and volunteers of Community Action IW, Riverside Ventures Ltd, Island Community Ventures Ltd and Sabirian CIC in these extremely challenging times.

Statement of Trustees Responsibilities

The trustees (who are also the directors of Community Action Isle of Wight for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and 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 judgments 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.

Statement as to disclosure of information to auditors

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

Auditors

The auditors, Morris Crocker, will be proposed for re-appointment at the forthcoming Annual General Meeting

Signed on behalf of the Trustees on 21/12/22



Ms E Corina
Chair of the Board of Trustees

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF COMMUNITY ACTION ISLE OF WIGHT

We have audited the financial statements of Community Action Isle of Wight and its subsidiaries for the year ended 31 March 2022 which comprise the Consolidated Statement of Financial Activities, the Consolidated Summary of Income and Expenditure Account, the Group and Charity Balance Sheets and cashflow statements and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard FRS 102 'The Financial Reporting Standard Applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 March 2022 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; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group or parent charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- 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; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Emphasis of Matter

We draw attention to Notes 7 and 31 to the financial statements which describes the impact of a subsidiary, Sabirian CIC, entering liquidation after the year end and the write off of both the stock in the subsidiary and the loan from the charity to the subsidiary at the year end. Our opinion is not modified in respect of this matter.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF COMMUNITY ACTION ISLE OF WIGHT

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to

- 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 take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, 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, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group and parent charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or parent charity or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF COMMUNITY ACTION ISLE OF WIGHT

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

From discussion with management and those charged with governance information about the entity is documented to assess the activity within the organisation. We discuss management's assessment of risk in respect of irregularities, fraud and going concern.

Based on these discussions and our own assessments we determined that the key risk areas were income recognition in respect of cut off issues concerning grant, service and donation income and management override concerning the size of the organisation.

We set financial statement materiality level based on the level of income. As a not for profit organisation raising income is its primary focus which is why income was used to determine the level of materiality. Our overall assessment of risk was used to determine performance materiality at an appropriate level

Substantive audit tests were designed after assessing and performing walkthrough tests. The walkthrough testing confirmed documented systems which have been designed to act as a preventative measure against fraud and error which appear to be operating as documented. Substantive testing tested a sample of the population, representative of the population, to identify errors. The testing did not identify any material misstatements in areas tested.

Audit substantive tests concluded no material errors over the key risk areas of income recognition and management override.

The audit considers the organisation is not exposed to material risk of error as a result of assessing laws and regulations that are appropriate to the organisation.

Management assessed there is no going concern risk. The audit undertook a review of budgets, management accounts and the review of board minutes and came to the same conclusion as management.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

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 group and the parent charity and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**REPORT OF THE INDEPENDEND AUDITORS TO THE MEMBERS OF
COMMUNITY ACTION ISLE OF WIGHT**

Paul Underwood (Senior Statutory Auditor)
for and on behalf of Morris Crocker Limited
Chartered Accountants
Statutory Auditors
Station House
North Street
Havant
Hampshire, PO9 1QU



Date: 22 December 2022

COMMUNITY ACTION ISLE OF WIGHT
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING A CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
INCOME FROM					
Donations and legacies	4	1,124	-	1,124	3,347
Other trading activities	5 & 7	1,048,914	9,774	1,058,688	921,592
Investment income	6	1,656	-	1,656	1,762
	8				
Advice and support services		209,968	197,711	407,679	332,403
Health and inequalities		85,060	60,130	145,190	189,433
Rural services		-	33,840	33,840	33,840
Transport services		6,772	-	6,772	37,707
Other incoming resources	9	17,516	100	17,616	1,943
Total		<u>1,371,010</u>	<u>301,555</u>	<u>1,672,565</u>	<u>1,522,027</u>
EXPENDITURE ON					
Raising funds					
Other trading activities	7	1,074,516	-	1,074,516	895,265
Charitable activities					
Advice and support services	10	191,866	216,162	408,028	351,018
Health and inequalities		141,444	44,398	185,842	178,447
Rural services		509	34,300	34,809	123,668
Transport services		10,501	7,615	18,116	31,909
Other		-	-	-	-
Total		<u>1,418,836</u>	<u>302,475</u>	<u>1,721,311</u>	<u>1,580,308</u>
Net income/(expenditure)	18	(47,826)	(920)	(48,746)	(58,281)
Transfers between funds	19	3,924	(3,924)	-	-
Net movement in funds		(43,902)	(4,844)	(48,746)	(58,281)
Total funds brought forward		<u>417,970</u>	<u>305,646</u>	<u>723,616</u>	<u>781,897</u>
Total funds carried forward	26	<u>374,068</u>	<u>300,802</u>	<u>674,870</u>	<u>723,616</u>


The notes form part of these financial statements

**COMMUNITY ACTION ISLE OF WIGHT
BALANCE SHEET - CONSOLIDATED AND CHARITY
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Fixed assets					
Intangible assets	20	-	3,500	-	-
Tangible assets	21	59,046	53,564	25,296	29,082
Investments	22	10,000	10,000	10,112	10,112
		<u>69,046</u>	<u>67,064</u>	<u>35,408</u>	<u>39,194</u>
Current assets					
Stocks		30,744	143,583	-	-
Debtors	23	89,015	80,837	251,773	560,746
Cash at bank and in hand		619,827	542,176	500,783	462,786
		<u>739,586</u>	<u>766,596</u>	<u>752,556</u>	<u>1,023,532</u>
Liabilities					
Creditors	24	(133,762)	(110,044)	(60,928)	(63,342)
Net current assets		<u>605,824</u>	<u>656,552</u>	<u>691,628</u>	<u>960,190</u>
Total assets less current liabilities		<u>674,870</u>	<u>723,616</u>	<u>727,036</u>	<u>999,384</u>
Net assets		<u>674,870</u>	<u>723,616</u>	<u>727,036</u>	<u>999,384</u>
Accumulated Funds					
Restricted funds	26	300,802	305,646	270,802	275,646
Unrestricted funds	26	374,068	417,970	456,234	723,738
Unrestricted designated funds	26	-	-	-	-
Total accumulated funds		<u>674,870</u>	<u>723,616</u>	<u>727,036</u>	<u>999,384</u>

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.

The financial statements were approved by the Board of Trustees on 21/12/21 and were signed on its behalf by:



Ms E Corina
Chair of the Board of Trustees

The notes form part of these financial statements

COMMUNITY ACTION ISLE OF WIGHT
STATEMENT OF CASH FLOWS AND CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Cash flows from operating activities					
Cash generated from operations	1	115,379	29,868	(8,515)	(10,408)
Net cash provided by/ (used in) operating activities		115,379	29,868	(8,515)	(10,408)
Cash flows from investing activities					
Purchase of tangible fixed assets		(28,813)	(891)	(3,144)	(100)
Interest received		1,656	1,762	1,656	1,762
Repayment of subsidiary loan		-	-	48,000	20,000
Net cash provided by/ (used in) investing activities		(27,157)	871	46,512	21,662
Cash flows from financing activities					
Loan repayments in year		(10,571)	(961)	-	-
Net cash provided by/ (used in) financing activities		(10,571)	(961)	-	-
Change in cash and cash equivalents in the reporting period		77,651	29,778	37,997	11,254
Cash and cash equivalents at the beginning of the reporting period		542,176	512,398	462,786	451,532
Cash and cash equivalents at the end of the reporting period		619,827	542,176	500,783	462,786

COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE STATEMENT OF CASH FLOWS AND CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2022

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Net movement in funds	(48,746)	(58,281)	(272,348)	(33,232)
Adjustments for:				
Depreciation charges	26,831	34,308	6,930	11,946
Interest received	(1,656)	(1,762)	(1,656)	(1,762)
(Increase)/decrease in stocks	112,839	(23,630)	-	-
(Increase)/decrease in debtors	(8,178)	120,987	260,973	28,323
(Decrease)/Increase in creditors	34,289	(41,754)	(2,414)	(15,683)
Net cash provided by (used in) operating activities	<u>115,379</u>	<u>29,868</u>	<u>(8,515)</u>	<u>(10,408)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.2021	Cash flow	At 31.3.2022
Net cash			
Cash at bank and in hand	542,176	77,651	619,827
	<u>542,176</u>	<u>77,651</u>	<u>619,827</u>
Debt			
Debts falling due within 1 year	(8,940)	-	(8,940)
Debts falling due after 1 year	(30,647)	8,961	(21,686)
	<u>(39,587)</u>	<u>8,961</u>	<u>(30,626)</u>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

1. ACCOUNTING POLICIES

a) Basis of preparation

The financial statements of the charitable company, which is a public entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Reporting Standard 102 'The Financial Reporting Standard applicable in UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The Trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

The Charity meets the definition of a public benefit entity under FRS 102.

b) Group financial statements

These financial statements consolidate the results of the charity and its wholly owned subsidiaries, Island Community Venture Limited, Riverside Ventures (Isle of Wight) Limited and Sabirian CIC, on a line by line basis. A separate statement of financial activities and income and expenditure account are not presented for the charity itself following the exemptions afforded by section 408 of the Companies Act 2006.

c) Incoming resources

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the items of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to specific performance conditions.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

Income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement

d) Volunteers and donated services

The value of services provided by volunteers is not incorporated into these financial statements.

Where services are provided to the charity as a donation that would normally be purchased, this contribution is included in the financial statements at an estimate based on the value of the contribution to the charity.

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

1. ACCOUNTING POLICES (Continued)

e) Resources expended

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.

Support costs incurred in supporting the charitable activities and governance of the charity are not considered material and would not constitute a significant proportion of governance costs, therefore all costs are allocated in full to charitable activities.

f) Pension costs and other post-retirement benefits

The charity also operated a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. Contributions payable for the year are charged to the statement of financial activities.

g) Taxation

All of the charity's income is applied for charitable purposes and therefore the charity is exempt from corporation tax.

h) Tangible fixed assets

Individual fixed assets costing £1,000 or more are capitalised at cost.

Tangible fixed assets are depreciated on a straight line basis over their estimated useful economic lives as follows:

Land & Buildings - over the period of the lease

Motor vehicles - 20% straight line

Plant & Machinery etc - 15%, 20% and 25% straight line

i) Goodwill

Goodwill, being the amount paid in connection with the acquisition of two separate businesses in 2011 and 2012, is being amortised evenly over its estimated useful life of ten years.

j) Stocks

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

f) Financial Instruments

The charity only enters into basic financial instruments transactions that result in the recognition of

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

1. ACCOUNTING POLICES (Continued)

Debtors and cash at bank

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due. Cash at bank and in hand included cash held on deposit or in a current account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Fixed asset investments

Social investments are held at market value and assessed regularly for signs of impairment.

k) Funds structure

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

Designated funds represent funds set aside by the trustees out of unrestricted funds for specific future purposes or projects.

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.

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

2. LEGAL STATUS OF THE CHARITY

The charity is a company limited by guarantee and has no share capital. The members of the charity are the trustees listed on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

3. FINANCIAL ACTIVITIES OF THE CHARITY

The financial activities shown in the consolidated statement includes those of the charity's wholly owned subsidiaries, Island Community Ventures Limited, Riverside Ventures (Isle of Wight) Limited and Sabirian CIC.

A summary of the financial activities undertaken by the charity is set out below:

	2022	2021
	£	£
Total incoming resources	716,553	682,017
Total expenditure on charitable activities	(988,901)	(715,249)
	<u>(272,348)</u>	<u>(33,232)</u>
Net gains/(losses) on defined benefit schemes	-	-
	<u>(272,348)</u>	<u>(33,232)</u>
Net incoming resources	(272,348)	(33,232)
Total funds brought forward	999,384	1,032,616
	<u>727,036</u>	<u>999,384</u>
Represented by:		
Resticted funds	270,802	275,646
Unrestricted funds	456,234	723,738
	<u>727,036</u>	<u>999,384</u>

Income and expenditure in the charity above includes income and expenditure eliminated on consolidation.

Expenditure on charitable activities includes the write off of the loan due back from Sabirian C.I.C, since the company has entered liquidation.

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

4. DONATIONS AND LEGACIES

	Unrestricted	Restricted	Total	Total
	2022	2022	2022	2021
	£	£	£	£
Donations	1,124	-	1,124	3,347
	<u>1,124</u>	<u>-</u>	<u>1,124</u>	<u>3,347</u>

5. OTHER TRADING ACTIVITIES

	Unrestricted	Restricted	Total	Total
	2022	2022	2022	2021
	£	£	£	£
Rents receivable	52,300	-	52,300	57,211
Training and Consultancy	1,211	9,774	10,985	60
Back Office Support Services	5,284	-	5,284	4,946
DBS Income	11,561	-	11,561	2,696
	<u>70,356</u>	<u>9,774</u>	<u>80,130</u>	<u>64,913</u>

6. INVESTMENT INCOME

	Unrestricted	Restricted	Total	Total
	2022	2022	2022	2021
	£	£	£	£
Interest on cash deposits	1,656	-	1,656	1,762
	<u>1,656</u>	<u>-</u>	<u>1,656</u>	<u>1,762</u>

All investment income is derived from cash deposits held within the United Kingdom

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

7. TRADING OPERATIONS

Island Community Ventures Limited (Registered Company number: 07474562)

The charity's wholly owned trading subsidiary, Island Community Ventures Limited, which is incorporated in England and Wales, pays all but a small proportion of its profits to the charity by Gift Aid. The following is an extract of the financial statements of Island Community Ventures Limited for the period ended 31 March 2022.

	2022	2021
	£	£
Turnover	676,726	629,007
Cost of sales and administrative expenses	(704,973)	(630,110)
Other operating income	65,465	64,052
Interest receivable and similar income	-	-
Profit before and after tax	<u>37,218</u>	<u>62,949</u>
The assets and liabilities of the subsidiary were:		
Fixed assets	26,233	27,983
Current assets	147,370	166,989
Total liabilities	<u>(186,719)</u>	<u>(245,307)</u>
Net assets	<u>(13,116)</u>	<u>(50,334)</u>

Riverside Ventures (Isle of Wight) Limited (Registered Company number: 03513635)

Riverside Ventures (Isle of Wight) Limited, which is incorporated in England and Wales, pays its profits to the charity by Gift Aid. The following is an extract of the financial statements of Riverside Ventures (Isle of Wight) Limited for the period ended 31 March 2022.

	2022	2021
	£	£
Turnover	131,318	102,918
Cost of sales and administrative expenses	(90,900)	(126,098)
Other operating income	-	-
Interest receivable and similar income	-	-
Loss before and after tax	<u>40,418</u>	<u>(23,180)</u>
Profits distributed to the charity	<u>(10,432)</u>	<u>-</u>
Retained in subsidiary	<u>29,986</u>	<u>(23,180)</u>
The assets and liabilities of the subsidiary were:		
Fixed assets	7,518	-
Current assets	61,637	27,157
Total liabilities	<u>(52,860)</u>	<u>(40,848)</u>
Net assets	<u>16,295</u>	<u>(13,691)</u>

Income and Expenditure in the trading companies above includes transactions which have been eliminated on consolidation totalling £23,164 and £63,995.

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

7. TRADING OPERATIONS (Continued)

Sabirian CIC

The charity's wholly owned trading subsidiary, Sabirian CIC, which is incorporated in England and Wales, pays all but a small proportion of its profits to the charity by Gift Aid. The following is an extract of the financial statements of Sabirian CIC for the year ended 31 March 2022. After the year end, Sabirian CIC, a trading entity of Community Action Isle of Wight, entered liquidation, the charity has recognised a provision in full for the monies owed back from Sabirian CIC.

	2022	2020
	£	£
Turnover	129,801	110,075
Cost of sales and administrative expenses	(332,206)	(174,897)
Other operating income	358,803	3
Interest receivable and similar income	-	-
Profit/(Loss) before and after tax	<u>156,398</u>	<u>(64,819)</u>
The assets and liabilities of the subsidiary were:		
Fixed assets	-	-
Current assets	2,096	125,195
Total liabilities	<u>(57,336)</u>	<u>(336,832)</u>
Net assets	<u>(55,240)</u>	<u>(211,637)</u>

Income and Expenditure in the trading company above includes transactions which have been eliminated on consolidation totalling £360,392 (including the write off of the loan account £358,803) and £nil.

The registered office for each the above subsidiary's is as follows:

Riverside Centre

The Quay

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

8. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted	Restricted	Total	Total
	2022	2022	2022	2021
	£	£	£	£
Optio income	6,772	-	6,772	6,980
Active Living	69,446	40	69,486	37,583
Grants	225,582	291,641	517,223	548,820
	<u>301,800</u>	<u>291,681</u>	<u>593,481</u>	<u>593,383</u>

9. OTHER INCOMING RESOURCES

	Unrestricted	Restricted	Total	Total
	2022	2022	2022	2021
	£	£	£	£
Other income	17,516	100	17,616	1,943
	<u>17,516</u>	<u>100</u>	<u>17,616</u>	<u>1,943</u>

10. ANALYSIS OF CHARITABLE EXPENDITURE

	Grants Payable	Other Direct Costs	Support Costs (Note 12)	Total 2022	Total 2021
	£	£	£	£	£
Advice and support services	8,669	28,311	371,048	408,028	351,018
Health and inequalities	12,825	5,024	167,993	185,842	178,447
Rural services	-	-	34,809	34,809	123,668
Transport services	-	599	17,517	18,116	31,909
	<u>21,494</u>	<u>33,934</u>	<u>591,367</u>	<u>646,795</u>	<u>685,042</u>

11. ANALYSIS OF GRANTS PAYABLE

	Grants to Institutions	Grants to Individuals	Total 2022	Total 2021
	£	£	£	£
Advice and support services	5,154	3,515	8,669	26,114
Health and inequalities	12,825	-	12,825	36,465
Rural services	-	-	-	-
Transport services	-	-	-	-
	<u>17,979</u>	<u>3,515</u>	<u>21,494</u>	<u>62,579</u>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

11. ANALYSIS OF GRANTS PAYABLE (CONTINUED)

	2022	2021
	£	£
Analysis of grants to institutions		
Advice and support services		
Action 4 Support	-	262
Age Concern	-	1,917
Age UK	-	8,416
Aspire Ryde	-	13,171
Brighstone Community Hub	-	496
Chale Parish Council	-	160
Cowes hub	-	4,579
East Cowes Town Council	-	3,470
Pan Together	-	800
Reynolds and Read Westbridge Pleasure	154	-
Richmond Fellowship	-	(17,500)
Sandown Town Council	-	8,093
Ukraine Outreach	5,000	-
Ventnor Town Council	-	2,333
West Wight	-	17,550
Wroxall Parish Council	-	437
West Wight Sports	-	2,756
	<hr/> 5,154	<hr/> 46,940 <hr/>

Health and inequalities

Age UK	-	1,000
Aspire Ryde	6,325	
Barefoot Architect	-	8,751
Reynolds and Read Westbridge Pleasure	-	255
Riverside Club	-	4,441
West Wight	6,500	-
	<hr/> 12,825	<hr/> 14,447 <hr/>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

12. ALLOCATION OF SUPPORT COSTS AND OVERHEADS

The breakdown of support costs and how these were allocated is shown below.

	Advice and support services	Health and inequalities	Rural services	Transport services	Other	Total 2022	Total 2021	Basis
	£	£	£	£	£	£	£	
Wages and salaries	235,826	139,841	20,470	14,614	-	410,751	355,734	Staff time
Pensions costs - defined contribution scheme	6,374	1,425	430	295	-	8,524	6,390	Usage
Training and recruitment	10,007	3,141	-	95	-	13,243	4,718	Usage
Rent, rates and water	7,732	50	-	-	-	7,782	546	Usage
Insurance	11,998	4	-	-	-	12,002	12,823	Usage
Light and heat	32,084	-	-	-	-	32,084	28,003	Usage
Telephone and postage	6,781	-	-	662	-	7,443	7,330	Usage
Printing and stationery	1,155	1,188	-	61	-	2,404	3,391	Usage
Advertising and promotion	660	-	-	29	-	689	1,095	Usage
Repairs and equipment hire	461	1,710	-	-	-	2,171	17,911	Usage
Computer and website	13,286	-	-	-	-	13,286	7,377	Usage
Cleaning and domestic	729	31	-	-	-	760	632	Usage
Travel and motor expenses	7,997	3,761	-	-	-	11,758	6,977	Usage
Consultants fees	27,718	-	-	-	-	27,718	10,081	Usage
Affiliation fees	4,647	-	5,400	-	-	10,047	8,416	Usage
Other expenses	1,322	317	-	1,391	-	3,030	11,678	Usage
Bank charges and interest	534	-	-	-	-	534	845	Usage
Depreciation	6,930	-	-	-	-	6,930	11,945	Usage
Legal and professional fees	16,478	56	-	113	-	16,647	22,876	Usage
Management charge	(21,092)	14,015	8,000	1	-	924	77	Usage
Governance costs (see note 13)	5,421	2,454	509	256	-	8,640	8,766	Usage
	371,048	167,993	34,809	17,517	-	591,367	527,611	

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

13. ANALYSIS OF GOVERNANCE COSTS

	Unrestricted 2022 £	Restricted 2022 £	Total 2022 £	Total 2021 £
Trustees expenses	-	-	-	-
Auditors remuneration	8,190	-	8,190	8,316
Auditors remuneration - non audit work	450	-	450	450
	<u>8,640</u>	<u>-</u>	<u>8,640</u>	<u>8,766</u>

14. ANALYSIS OF STAFF COSTS

	Subsidiaries £	Charity £	Total 2022 £	Total 2021 £
Salaries and wages	348,327	386,698	735,025	728,809
Social security costs	26,172	24,053	50,225	39,503
Pension costs	6,566	8,524	15,090	11,906
	<u>381,065</u>	<u>419,275</u>	<u>800,340</u>	<u>780,218</u>

No employee received emoluments in excess of £60,000 (2021: None)

15. STAFF NUMBERS

The average number of full-time equivalent employees (including casual and part time staff) during the period was as follows:

	2022 Number	2021 Number
Charity	25	21
Trading companies	24	33
	<u>49</u>	<u>54</u>

16. TRANSACTIONS WITH MEMBERS OF THE BOARD

No trustee received emoluments in the period (2021: none). During the year no (2021: none) trustee was reimbursed out of pocket expenses.

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

17. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total 2021 £
INCOME FROM			
Donations and legacies	1,550	1,797	3,347
Other trading activities	921,592	-	921,592
Investment income	1,762	-	1,762
Charitable activities			
Advice and support services	244,935	87,468	332,403
Health and inequalities	80,818	108,615	189,433
Rural services	-	33,840	33,840
Transport services	15,980	21,727	37,707
Other incoming resources	1,846	97	1,943
Total	<u>1,268,483</u>	<u>253,544</u>	<u>1,522,027</u>
EXPENDITURE ON			
Raising funds			
Other trading activities	895,265	-	895,265
Charitable activities			
Advice and support services	249,598	101,420	351,018
Health and inequalities	88,137	90,310	178,447
Rural services	630	123,038	123,668
Transport services	7,092	24,817	31,909
Total	<u>1,240,723</u>	<u>339,585</u>	<u>1,580,308</u>
Net income/(expenditure)	27,760	(86,041)	(58,281)
Transfers between funds	37,642	(37,642)	-
Net movement in funds	65,402	(123,683)	(58,281)
Total funds brought forward	352,568	429,329	781,897
Total funds carried forward	<u>417,970</u>	<u>305,646</u>	<u>723,616</u>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

18. MOVEMENT IN NET FUNDS FOR THE YEAR

	2022	2021
	£	£
Movement in net funds is stated after charging/(crediting):		
Auditor's remuneration:		
Statutory audit	8,190	8,316
Non audit services	450	2,510
Depreciation - owned assets	23,331	29,557
Goodwill amortisation	3,500	4,751
Operating leases – land and buildings	22,826	19,460
Staff pension contributions – defined contribution	15,090	11,906
	<u> </u>	<u> </u>

19. TRANSFER BETWEEN FUNDS

The transfers from restricted to unrestricted funds relate to funds on which restrictions have been satisfied and therefore are no longer considered to be restricted funds after authority has been obtained from the funder to transfer the unspent balance. Transfers from unrestricted to restricted funds are to cover shortfalls on restricted funds.

20. INTANGIBLE FIXED ASSETS – GROUP ONLY

	Goodwill	Total
	£	£
COST		
At 1 April 2021	47,510	47,510
Additions	-	-
Disposals	-	-
	<u> </u>	<u> </u>
At 31 March 2022	47,510	47,510
	<u> </u>	<u> </u>
DEPRECIATION		
At 1 April 2021	44,010	44,010
Charge for year	3,500	3,500
Eliminated on disposals	-	-
	<u> </u>	<u> </u>
At 31 March 2022	47,510	47,510
	<u> </u>	<u> </u>
NET BOOK VALUE		
At 31 March 2022	<u> </u>	<u> </u>
	<u> </u>	<u> </u>
At 31 March 2021	3,500	3,500
	<u> </u>	<u> </u>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

21. TANGIBLE FIXED ASSETS - GROUP

	Land and buildings £	Plant and machinery etc £	Motor Vehicles £	Total £
COST				
At 1 April 2021	157,069	488,968	28,070	674,107
Additions	-	22,320	6,493	28,813
Disposals			(7,095)	(7,095)
At 31 March 2022	<u>157,069</u>	<u>511,288</u>	<u>27,468</u>	<u>695,825</u>
DEPRECIATION				
At 1 April 2021	122,151	472,517	25,875	620,543
Charge for year	6,122	12,850	4,359	23,331
Eliminated on disposals			(7,095)	(7,095)
At 31 March 2022	<u>128,273</u>	<u>485,367</u>	<u>23,139</u>	<u>636,779</u>
NET BOOK VALUE				
At 31 March 2022	<u>28,796</u>	<u>25,921</u>	<u>4,329</u>	<u>59,046</u>
At 31 March 2021	<u>34,918</u>	<u>16,451</u>	<u>2,195</u>	<u>53,564</u>

TANGIBLE FIXED ASSETS - CHARITY

	Land and buildings £	Plant and machinery etc £	Motor Vehicles £	Total £
COST				
At 1 April 2021	127,069	326,688	18,070	471,827
Additions	-	3,144	-	3,144
Disposals	-	-	(7,095)	(7,095)
At 31 March 2022	<u>127,069</u>	<u>329,832</u>	<u>10,975</u>	<u>467,876</u>
DEPRECIATION				
At 1 April 2021	101,233	325,637	15,875	442,745
Charge for year	3,754	981	2,195	6,930
Eliminated on disposals		-	(7,095)	(7,095)
At 31 March 2022	<u>104,987</u>	<u>326,618</u>	<u>10,975</u>	<u>442,580</u>
NET BOOK VALUE				
At 31 March 2022	<u>22,082</u>	<u>3,214</u>	<u>-</u>	<u>25,296</u>
At 31 March 2021	<u>25,836</u>	<u>1,051</u>	<u>2,195</u>	<u>29,082</u>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

22. INVESTMENTS – CHARITY ONLY

Investments represent the charity's shareholding in its trading companies, Island Community Ventures Limited, of 100 ordinary £1 shares, Riverside Ventures (Isle of Wight) Limited of 2 ordinary £1 shares and Sabirian CIC of 10 ordinary £1 shares.

SOCIAL INVESTMENTS	Programme related investments £	Totals £
MARKET VALUE		
Cost brought forward and carried forward	10,000	10,000
NET BOOK VALUE		
At 31 March 2022	10,000	10,000
At 31 March 2021	10,000	10,000

Community Action Isle of Wight have purchased 10000 shares at a nominal value of £1 each in Wight Community Energy Limited, a mutual co-operative society. The Charity's investment is being used to help fund the development of a new solar park at Homestead Farm, Shalfleet.

23. DEBTORS

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Amounts falling due within one year:				
Island Community Ventures Limited	-	-	45,199	27,254
Riverside Ventures (Isle of Wight) Limited	-	-	48,696	38,264
Sabirian CIC	-	-	-	-
Grants and other amounts receivable	67,478	51,289	42,365	24,578
Other debtors	17,633	20,737	9,645	4,577
Prepayments	3,904	8,811	1,404	6,436
	<u>89,015</u>	<u>80,837</u>	<u>147,309</u>	<u>101,109</u>
Amounts falling due after more than one year:				
Island Community Ventures Limited	-	-	104,464	148,782
Sabirian CIC	-	-	-	310,855
	<u>89,015</u>	<u>80,837</u>	<u>251,773</u>	<u>560,746</u>

24. CREDITORS

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Trade creditors	68,841	28,005	1,882	118
Deferred income (see below)	-	-	-	-
Accruals	22,484	22,321	18,200	15,928
Hire Purchase	1,367	4,102	-	-
Other creditors	19,384	23,602	40,846	47,296
	<u>112,076</u>	<u>78,030</u>	<u>60,928</u>	<u>63,342</u>
Amounts falling due after more than one year:				
Hire Purchase	-	1,367	-	-
Bank loan	21,686	30,647	-	-
	<u>133,762</u>	<u>110,044</u>	<u>60,928</u>	<u>63,342</u>

**COMMUNITY ACTION ISLE OF WIGHT
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DEFERRED INCOME (Continued)

Deferred income comprises general grants received for future financial periods.

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Balance at 1 April	-	-	-	-
Amount released to incoming resources	-	-	-	-
Amount deferred in year	-	-	-	-
Balance at 31 March	-	-	-	-

25. OPERATING LEASE COMMITMENTS

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

	Group 2022 £	Group 2021 £
Expiring:		
Within one year	-	-
Between one and five years	33,250	44,150
	33,250	44,150

26. ANALYSIS OF CHARITABLE FUNDS

Analysis of unrestricted fund movements

	Balance at 01.04.2021 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31.03.2022 £
General fund	417,970	1,371,010	(1,418,836)	3,924	374,068
	417,970	1,371,010	(1,418,836)	3,924	374,068

**COMMUNITY ACTION ISLE OF WIGHT
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26. ANALYSIS OF CHARITABLE FUNDS (CONTINUED)

Analysis of restricted fund movements

	Balance at 01.04.2021 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31.03.2022 £
Helping hands grants	4,260	2,000	(2,515)		3,745
Community Grants Programme	180,000	-	-		180,000
Healthwatch	6,489	22,039	(23,005)		5,523
Youth Offer	-	-	4	(4)	-
Age Friendly	-	-	(1,754)	1,754	-
Short breaks - Active Living	-	3,263	(3,001)	(262)	-
Community Transport	10,036	-	-	(10,036)	-
Syrian Resettlement Project	36,456	-	-	(36,456)	-
East Cowes Youth Offer	13,865	12,000	(11,045)		14,820
Youth Offer 2017	-	-	(77)	77	-
Community Lead Housing	9,769	-	(5,196)		4,573
Pan and Barton Community	-	-	(1,562)	1,562	-
Community Led Housing Grant	(3,256)	22,463	(18,245)		962
Donations Refugee related	1,444	-	(325)		1,119
Collective Switching	-	-	(37)	37	-
Additional Syrian Support	40,859	(20,002)	(34,802)	56,458	42,513
IOW Association for Spina Bifida	2,989	16,500	(14,257)		5,232
Schooling Syria Children	(875)	6,037	(4,762)		400
CEV Residents Optio Grant	6,910	-	(7,615)		(705)
ACRE Defra Rural	(3,300)	33,840	(34,300)		(3,760)
Afghan Resettlement project		-	(25,036)		(25,036)
Sudan Resettlement project		41,267	(13,216)	(20,002)	8,049
New Lottery Resilience Fund		117,106	(82,682)		34,424
East Cowes HAF		5,914	(8,671)	2,757	-
Short Breaks Equipment Grant		-	(291)	191	(100)
Mental health & suicide aware		4,268	(2,968)		1,300
East Cowes Youth Centre Citizen Project		300	(28)		272
Energise Me		9,560	(4,487)		5,073
Sandown Youth Fund		-	(221)		(221)
Health Engagement Alliance		25,000	-		25,000
Ukraine Welcome Grant		-	(2,015)		(2,015)
Ukraine Support Programme		-	(366)		(366)
	<u>305,646</u>	<u>301,555</u>	<u>(302,475)</u>	<u>(3,924)</u>	<u>300,802</u>
	<u>723,616</u>	<u>1,672,565</u>	<u>(1,721,311)</u>	<u>-</u>	<u>674,870</u>

Group Consolidation Adjustment

Within the Community Grants Programme, £30,000 of the restricted grant monies received were granted to Sabirian CIC in 2019, a subsidiary of Community Action Isle of Wight. As intragroup income and expenditure is eliminated on consolidation of the group accounts the restricted expenditure is eliminated in the parent charity and the unrestricted income in Sabirian CIC is eliminated, giving rise in the group accounts to a higher restricted balance for this fund. This amount has been expended, with the standalone restricted charity figures supporting this in note 3, being £30,000 lower than the consolidated balance carried forward.

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
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26. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

Analysis of unrestricted fund movements

	Balance at 01.04.2020	Incoming resources	Resources expended	Transfers	Balance at 31.03.2021
	£	£	£	£	£
General fund	352,568	1,268,483	(1,240,723)	37,642	417,970
Property Maintenance	-	-	-	-	-
	<u>352,568</u>	<u>1,268,483</u>	<u>(1,240,723)</u>	<u>37,642</u>	<u>417,970</u>

Analysis of restricted fund movements

	Balance at 01.04.2020	Incoming resources	Resources expended	Transfers	Balance at 31.03.2021
	£	£	£	£	£
Helping hands grants	3,577	2,000	(1,317)	-	4,260
Bembridge Library	89,855	137	(85,898)	(4,094)	-
Community Grants Programme	188,287	-	17,500	(25,787)	180,000
Healthwatch	10,459	22,039	(21,009)	(5,000)	6,489
Short breaks - Active Living	3,430	6,291	(6,291)	(3,430)	-
Community Transport	20,036	-	(10,000)	-	10,036
Syrian Resettlement Project	36,456	-	-	-	36,456
East Cowes Youth Offer	7,000	13,250	(6,385)	-	13,865
Community Lead Housing	6,823	22,289	(19,343)	-	9,769
Community Led Housing Grant	(568)	7,448	(10,136)	-	(3,256)
Donations Refugee related	-	1,800	(356)	-	1,444
Additional Syrian Support	61,599	25,275	(46,015)	-	40,859
Brighstone Parish Council Printing Project		(687)	18	669	-
IOW Association for Spina Bifida	2,375	10,625	(10,011)	-	2,989
Schooling Syria Children		7,000	(7,875)		(875)
CEV Residents Grant		40,000	(40,000)		-
CEV Residents Optio Grant		15,000	(8,090)		6,910
Job Retention Scheme		47,237	(47,237)		-
ACRE Defra Rural		33,840	(37,140)		(3,300)
	<u>429,329</u>	<u>253,544</u>	<u>(339,585)</u>	<u>(37,642)</u>	<u>305,646</u>
	<u>429,329</u>	<u>253,544</u>	<u>(339,585)</u>	<u>(37,642)</u>	<u>305,646</u>

See note 19 for transfers. Any funds in deficit have sufficient funding in the next financial year to fund this shortfall.

Helping Hands Grants: Small grants for individuals paid through referring agency such as housing association.

**COMMUNITY ACTION ISLE OF WIGHT
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26 MOVEMENT IN FUNDS - continued

Community Grants Programme: A grants programme supporting the delivery of the My Life A Full Life Programme. This is the programme through which Island partners are trying to improve health outcomes and quality of life for older people and people with a long term condition.

Healthwatch: Healthwatch is the new consumer champion for issues related to the delivery of health and social care and Community Action is contracted to deliver its role with partners Citizens Advice Bureau and Help and Care.

Community Lead Housing: Community Action has been commissioned by the Isle of Wight Council to help with the delivery of their new Community Led Housing Programme made possible by monies from the government's Community Housing Fund.

Community Transport: This is to support Community Action efforts to provide transport options to service users.

Syrian/Sudan/Afghan Resettlement Project: Funding was received from the Government via the Isle of Wight Council to support the settlement of a small number of refugee families.

Community Led Housing: Grants are grants made to support community groups to develop their knowledge and organisational capacity around the potential to take forward community led housing initiatives, paying for feasibility studies, legal costs and the like.

Donations - Refugee related: Donations received to support the settlement of Syrian refugee families.

IOW Association for Spina Bifida: Community Action is providing a support service to members of the Association for Spina Bifida and Hydrocephalus funded by the Association.

CEV Residents Grants: Community Action administered grants on behalf of the Isle of Wight Council, paid out to Town and Parish councils and community groups for support work during the Covid crisis.

New Lottery Resilience Fund: The National Lottery funding to support community capacity building work across the Island as it starts to recover from the Covid emergency.

East Cowes HAF: A school holiday project funded by the local authority supporting healthy activities and food provision.

Short Breaks Equipment Grant: A micro grant to fund the purchase of new equipment to support our Short Breaks Service for young people with a learning disability.

Mental health & suicide aware: A training project funded through the local authority Public Health team.

Energise Me: A project developing health and sporting activities on the island.

Sandown Youth Fund: Small grant to support regeneration development work in the Bay area.

Health Engagement Alliance: Funding to support the participation of the voluntary and community sector in the development of Population Health Management developments.

Ukraine Welcome Grant: Government monies being passported on to new Ukrainian arrivals.

Ukraine Support Programme: Funding received from the Government via the Isle of Wight Council to support the settlement of Ukrainians fleeing the war.

**COMMUNITY ACTION ISLE OF WIGHT
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27. PENSION AND OTHER POST-RETIREMENT BENEFIT COMMITMENTS

The Charity operates a defined contribution scheme which was previously administered independently but is now administered by the Charity. The cost to the Charity for the year was £8,524 (2021: £6,390). The expected cost to the Charity in the coming year is approximately £7,000. The basis for allocating the liability and expenses between activities, restricted and unrestricted is the usage.

28. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds £	Restricted funds £	2022 Total funds £
Fixed assets	68,083	963	69,046
Current assets	439,747	299,839	739,586
Current liabilities	(133,762)	-	(133,762)
	<u>374,068</u>	<u>300,802</u>	<u>674,870</u>

29. RELATED PARTY TRANSACTIONS

During the year Community Action Isle of Wight charged The Footprint Trust, a charity, Trustee Ray Harrington-Vail is General Manager of £6,799 (2021: £5,688) for back office support and office rental and storage. At the year end there was £2,691 (2021: £nil) due from the Footprint Trust.

Interest of £2,541 (2021: £3,682) was charged in the year on the loan to Island Community Ventures Limited, a wholly owned subsidiary of Community Action Isle of Wight. At the year end £130,577 (2021: £176,036) was due back to from Island Community Ventures Limited. During the year sales totalling £5,233 (2021: £5,572) were made to Island Community Ventures Limited in respect of back office support.

During the year sales of £4,312 (2021: £4,550) were made to Riverside Ventures (Isle of Wight) Limited in respect of back office support. Purchases of £780 (2021: £9,173) were made from Riverside Ventures (Isle of Wight) Limited. At the year end £48,696 (2021: £38,264) was due from Riverside Ventures (Isle of Wight) Limited.

During the year sales of £nil (2021: £nil) were made to Sabirian C.I.C in respect of back office support. Purchases of £1,000 (2021: £nil) were made from Sabirian C.I.C. Following the year end Sabirian C.I.C. entered into liquidation and a provision of £358,803 has been recognised for the monies owed back from Sabirian, therefore £nil (2021: £310,855) was due from Sabirian C.I.C at the year end.

30. KEY MANAGEMENT PERSONNEL

The key management personnel of the parent charity, comprise the trustees and the Chief Executive Officer. The total employee benefits of the key management personnel of the charity were £51,586 (2021: £50,210). No trustees received remuneration as per note 16.

31. EVENTS AFTER THE END OF THE REPORTING PERIOD

After the year end, Sabirian CIC, a trading entity of Community Action Isle of Wight, entered liquidation, the charity has recognised a provision in full for the monies owed back from Sabirian CIC. The accounts of Sabirian CIC have not been prepared on the going concern basis.