

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 2023
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 2023**

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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 2023. 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, Coastwatch

Mr R Harrington-Vail, Footprint Trust

Mr J Medland, Isle of Wight Council

Mr M Lilley, Isle of Wight Council

Appointed 30 March 2023

Ms C Robertson, Co-opted

Appointed 1 August 2022

Ms A Smith, Co-opted

Appointed 1 August 2022

Mr M Meredith, Co-opted

Appointed January 2023

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 three 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.

The charity employed an average of 28 employees during the year and an average of 100 volunteers supported various projects/services on a regular basis. In addition a further 23 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 level 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 Clinical Commissioning Group and the IW NHS Trust. It also supports partnership based initiatives such as the Health and Well Being Board and Community Safety Partnership.

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, as ever, been a challenging one, with cost of living challenges, inflationary pressures on operational costs, public sector funding reductions and the on-going needs of refugees all combining to create a difficult operating environment.

We managed to secure four years of funding from the National Lottery to support our on-going community resilience and development work with our Local Resilience Coordinators working across the Island to support voluntary and community based initiatives to develop and deliver.

From supporting warm spaces and community pantries to providing mental health first aid training. From developing new youth initiatives in the Bay Area to providing a voluntary car service for older residents, there is always a wide variety of activities and beneficiary groups.

COMMUNITY ACTION ISLE OF WIGHT REPORT OF THE TRUSTEES

We continued to help build the skills and capacity of the local voluntary and community sector delivering training on a wide range of subjects: fundraising, project management, motivational interviewing, first aid, accessibility awareness, safeguarding vulnerable adults and many more.

Our Volunteer Centre service continued to promote and facilitate local volunteering, holding a variety of promotional events to help the local sector recruit new volunteers and facilitating regular Volunteer Managers Network meetings to promote and support best practice in volunteer recruitment and management.

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 the local authority is drawing up plans to potentially redevelop the quay area of Newport including the land upon which the Riverside community centre stands. If this were ever to reach fruition, it could have significant impacts, which could be either positive or negative depending on the final nature of the plans. This is however likely to be a slow process if it happens.

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 the post office service provision.

At the year end total reserves for the charitable company were £843,723 (Group: £867,885). Restricted reserves at the year end were £358,323 (Group: £388,323) leaving a total of £485,400 (Group: £479,562) 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. £193,000 of the original loan capital has been repaid to date with the balance of the loan representing short term working capital funding and profits and recharges due to be paid over to CAIW.

Our trading arm Island Community Ventures Ltd continues to generate annual income for the charity, paying off the loan from the charity and paying interest and contributing to the charity's management costs.

£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

Risk: Reductions in funding from regular funders, especially for voluntary sector infrastructure / community development work

Mitigating factors:

We still have funding from the National Lottery until October 2026, in addition to reducing funding from the local authority

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

The diverse range of work we undertake ensures we are still able to deliver on our overall charitable objectives even if funding reduces/stops in certain areas of our work.

Risk: Inflationary challenges, in particular the cost of heating and lighting our community centres

Mitigating factors

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

Riverside Ventures

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

Covid : Financial risk:

There is clearly potential for there to be on-going reduced demand for hire of rooms, holding of training event and parties etc moving forward due to both organisations and individuals having less resources to spend.

Mitigating factors

By securing more 'permanent' sub letting organisations, we reduce the reliance in one off bookings and increase a more reliable income stream.

Although covid and cost of living impacts are clearly present, there is evidence that the level of demand for one off room hire is now starting to increase again as confidence builds.

Island Community Ventures Ltd

Uncertain operating environment due to cost of living crisis and inflation

This may include changes in the behaviour of customers and demand from wholesale clients for the bakery products and further challenges in minimising losses incurred by Post Office service provision

Mitigating factors

A second jiffy van delivery service is planned, building on the existing successful service, visiting work places.

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

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.

The potential for the Riverside site to form part of a planned Newport Harbour regeneration programme exists, which brings both opportunities and threats.

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 and Island Community Ventures Ltd in these extremely challenging times.

COMMUNITY ACTION ISLE OF WIGHT REPORT OF THE TRUSTEES

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 12 December 2013



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 2023 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 2023 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.

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.

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 INDEPENDENT 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: 13 December 2023

COMMUNITY ACTION ISLE OF WIGHT
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING A CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted funds £	Restricted funds £	Total 2023 £	Total 2022 £
INCOME FROM					
Donations and legacies	4	8,242	9,199	17,441	1,124
Other trading activities	5 & 7	1,142,474	21,793	1,164,267	1,058,688
Investment income	6	3,553	-	3,553	1,656
	8				
Advice and support services		180,194	495,612	675,806	407,679
Health and inequalities		-	89,915	89,915	145,190
Rural services		-	33,840	33,840	33,840
Transport services		17,370	-	17,370	6,772
Other incoming resources	9	2,180	148	2,328	17,616
Total		<u>1,354,013</u>	<u>650,507</u>	<u>2,004,520</u>	<u>1,672,565</u>
EXPENDITURE ON					
Raising funds					
Other trading activities	7	921,189	-	921,189	1,074,516
Charitable activities					
Advice and support services	10	222,055	454,663	676,718	408,028
Health and inequalities		83,998	74,449	158,447	185,842
Rural services		434	33,841	34,275	34,809
Transport services		20,843	33	20,876	18,116
Other		-	-	-	-
Total		<u>1,248,519</u>	<u>562,986</u>	<u>1,811,505</u>	<u>1,721,311</u>
Net income/(expenditure)	18	105,494	87,521	193,015	(48,746)
Transfers between funds	19	-	-	-	-
Net movement in funds		105,494	87,521	193,015	(48,746)
Total funds brought forward		<u>374,068</u>	<u>300,802</u>	<u>674,870</u>	<u>723,616</u>
Total funds carried forward	26	<u>479,562</u>	<u>388,323</u>	<u>867,885</u>	<u>674,870</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 2023**

	Notes	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Fixed assets					
Intangible assets	20	-	-	-	-
Tangible assets	21	71,437	59,046	23,799	25,296
Investments	22	10,010	10,000	10,112	10,112
		<u>81,447</u>	<u>69,046</u>	<u>33,911</u>	<u>35,408</u>
Current assets					
Stocks		13,962	30,744	-	-
Debtors	23	171,022	89,015	268,957	251,773
Cash at bank and in hand		683,442	619,827	568,645	500,783
		<u>868,426</u>	<u>739,586</u>	<u>837,602</u>	<u>752,556</u>
Liabilities					
Creditors	24	(81,988)	(133,762)	(27,790)	(60,928)
Net current assets		<u>786,438</u>	<u>605,824</u>	<u>809,812</u>	<u>691,628</u>
Total assets less current liabilities		<u>867,885</u>	<u>674,870</u>	<u>843,723</u>	<u>727,036</u>
Net assets		<u>867,885</u>	<u>674,870</u>	<u>843,723</u>	<u>727,036</u>
Accumulated Funds					
Restricted funds	26	388,323	300,802	358,323	270,802
Unrestricted funds	26	479,562	374,068	485,400	456,234
Unrestricted designated funds	26	-	-	-	-
Total accumulated funds		<u>867,885</u>	<u>674,870</u>	<u>843,723</u>	<u>727,036</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 12 December 2023 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 2023

	Notes	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Cash flows from operating activities					
Cash generated from operations	1	108,231	115,379	47,367	(8,515)
Net cash provided by/ (used in) operating activities		108,231	115,379	47,367	(8,515)
Cash flows from investing activities					
Purchase of tangible fixed assets		(36,589)	(28,813)	(3,971)	(3,144)
Interest received		3,553	1,656	3,553	1,656
Repayment of subsidiary loan		-	-	20,913	48,000
Net cash provided by/ (used in) investing activities		(33,046)	(27,157)	20,495	46,512
Cash flows from financing activities					
Loan repayments in year		(11,570)	(10,571)	-	-
Net cash provided by/ (used in) financing activities		(11,570)	(10,571)	-	-
Change in cash and cash equivalents in the reporting period		63,615	77,651	67,862	37,997
Cash and cash equivalents at the beginning of the reporting period		619,827	542,176	500,783	462,786
Cash and cash equivalents at the end of the reporting period		683,442	619,827	568,645	500,783

COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE STATEMENT OF CASH FLOWS AND CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2023

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

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Net movement in funds	193,015	(48,746)	116,687	(272,348)
Adjustments for:				
Depreciation charges	24,198	26,831	5,468	6,930
Interest received	(3,553)	(1,656)	(3,553)	(1,656)
(Increase)/decrease in stocks	16,782	112,839	-	-
(Increase)/decrease in debtors	(82,007)	(8,178)	(38,097)	260,973
(Decrease)/Increase in creditors	(40,204)	34,289	(33,138)	(2,414)
Net cash provided by (used in) operating activities	<u>108,231</u>	<u>115,379</u>	<u>47,367</u>	<u>(8,515)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.2022	Cash flow	At 31.3.2023
Net cash			
Cash at bank and in hand	619,827	63,615	683,442
	<u>619,827</u>	<u>63,615</u>	<u>683,442</u>
Debt			
Debts falling due within 1 year	(8,940)	-	(8,940)
Debts falling due after 1 year	(21,686)	9,991	(11,695)
	<u>(30,626)</u>	<u>9,991</u>	<u>(20,635)</u>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

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 2023**

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 2023**

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 2023**

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:

	2023	2022
	£	£
Total incoming resources	1,022,945	716,553
Total expenditure on charitable activities	(906,258)	(988,901)
	<u>116,687</u>	<u>(272,348)</u>
Net gains/(losses) on defined benefit schemes	-	-
	<u>116,687</u>	<u>(272,348)</u>
Net incoming resources	116,687	(272,348)
Total funds brought forward	727,036	999,384
	<u>843,723</u>	<u>727,036</u>
	<u><u>843,723</u></u>	<u><u>727,036</u></u>
Represented by:		
Restricted funds	358,323	270,802
Unrestricted funds	485,400	456,234
	<u>843,723</u>	<u>727,036</u>
	<u><u>843,723</u></u>	<u><u>727,036</u></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 balance 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 2023**

4. DONATIONS AND LEGACIES

	Unrestricted 2023 £	Restricted 2023 £	Total 2023 £	Total 2022 £
Donations	8,242	9,199	17,441	1,124
	<u>8,242</u>	<u>9,199</u>	<u>17,441</u>	<u>1,124</u>

5. OTHER TRADING ACTIVITIES

	Unrestricted 2023 £	Restricted 2023 £	Total 2023 £	Total 2022 £
Rents receivable	72,979	1,002	73,981	52,300
Training and Consultancy	917	20,791	21,708	10,985
Back Office Support Services	6,214	-	6,214	5,284
DBS Income	6,883	-	6,883	11,561
	<u>86,993</u>	<u>21,793</u>	<u>108,786</u>	<u>80,130</u>

6. INVESTMENT INCOME

	Unrestricted 2023 £	Restricted 2023 £	Total 2023 £	Total 2022 £
Interest on cash deposits	3,553	-	3,553	1,656
Loan interest	-	-	-	-
	<u>3,553</u>	<u>-</u>	<u>3,553</u>	<u>1,656</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 2023**

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 2023.

	2023 £	2022 £
Turnover	794,008	676,726
Cost of sales and administrative expenses	(812,815)	(704,973)
Other operating income	58,685	65,465
Interest receivable and similar income	-	-
	<hr/>	<hr/>
Profit before and after tax	39,878	37,218
Profits distributed to the charity	(35,560)	-
Retained in subsidiary	4,318	37,218
	<hr/>	<hr/>
The assets and liabilities of the subsidiary were:		
Fixed assets	28,689	26,233
Current assets	126,513	147,370
Total liabilities	(164,000)	(186,719)
	<hr/>	<hr/>
Net assets	(8,798)	(13,116)
	<hr/>	<hr/>

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 2023.

	2023 £	2022 £
Turnover	170,380	131,318
Cost of sales and administrative expenses	(128,939)	(90,900)
Other operating income	-	-
Interest receivable and similar income	-	-
	<hr/>	<hr/>
Profit before and after tax	41,441	40,418
Profits distributed to the charity	(24,672)	(10,432)
Retained in subsidiary	16,769	29,986
	<hr/>	<hr/>
The assets and liabilities of the subsidiary were:		
Fixed assets	18,950	7,518
Current assets	51,342	61,637
Total liabilities	(37,228)	(52,860)
	<hr/>	<hr/>
Net assets	33,064	16,295
	<hr/>	<hr/>

Income and Expenditure in the trading companies above includes transactions which have been eliminated on consolidation totalling £60,080 and £118,215.

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

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. On the 24th November 2022, 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.

	2023 £	2022 £
Turnover	45,911	129,801
Cost of sales and administrative expenses	(37,248)	(332,206)
Other operating income	46,577	358,803
Interest receivable and similar income	-	-
Profit/(Loss) before and after tax	<u>55,240</u>	<u>156,398</u>
The assets and liabilities of the subsidiary were:		
Fixed assets	-	-
Current assets	-	2,096
Total liabilities	-	(57,336)
Net assets	<u>-</u>	<u>(55,240)</u>

Income and Expenditure in the trading company above includes transactions which have been eliminated on consolidation totalling £nil and £nil.

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

Riverside Centre
The Quay
Newport
Isle of Wight
PO30 2QR

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

8. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted 2023 £	Restricted 2023 £	Total 2023 £	Total 2022 £
Optio income	17,788	-	17,788	6,772
Active Living	91,626	-	91,626	69,486
Grants	88,150	619,367	707,517	517,223
	<u>197,564</u>	<u>619,367</u>	<u>816,931</u>	<u>593,481</u>

9. OTHER INCOMING RESOURCES

	Unrestricted 2023 £	Restricted 2023 £	Total 2023 £	Total 2022 £
Other income	<u>2,180</u>	<u>148</u>	<u>2,328</u>	<u>17,616</u>

10. ANALYSIS OF CHARITABLE EXPENDITURE

	Grants Payable £	Other Direct Costs £	Support Costs (Note 12) £	Total 2023 £	Total 2022 £
Advice and support services	91,536	38,629	546,553	676,718	408,028
Health and inequalities	-	10,881	147,566	158,447	185,842
Rural services	-	-	34,275	34,275	34,809
Transport services	-	642	20,234	20,876	18,116
	<u>91,536</u>	<u>50,152</u>	<u>748,628</u>	<u>890,316</u>	<u>646,795</u>

11. ANALYSIS OF GRANTS PAYABLE

	Grants to Institutions £	Grants to Individuals £	Total 2023 £	Total 2022 £
Advice and support services	40,923	50,613	91,536	8,669
Health and inequalities	-	-	-	12,825
	-	-	-	-
Transport services	-	-	-	-
	<u>40,923</u>	<u>50,613</u>	<u>91,536</u>	<u>21,494</u>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

11. ANALYSIS OF GRANTS PAYABLE (CONTINUED)

	2023 £	2022 £
Analysis of grants to institutions		
Advice and support services		
Aspire Ryde	6,927	-
Carer IW	8,850	-
Citizens Advice	8,220	-
Madaid	10,000	-
Reynolds and Read Westbridge Pleasure	-	154
Ukraine Outreach	-	5,000
West Wight	6,926	-
	<hr/> 40,923	<hr/> 5,154 <hr/>
Health and inequalities		
Aspire Ryde	-	6,325
West Wight	-	6,500
	<hr/> -	<hr/> 12,825 <hr/>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

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 2023	Total 2022	Basis
	£	£	£	£	£	£	£	
Wages and salaries	353,764	131,662	26,537	24,025	-	535,988	410,751	Staff time
Pensions costs - defined contribution scheme	6,659	2,093	742	550	-	10,044	8,524	Usage
Training and recruitment	12,928	5,244	-	83	-	18,255	13,243	Usage
Rent, rates and water	3,465	500	-	-	-	3,965	7,782	Usage
Insurance	11,799	-	-	-	-	11,799	12,002	Usage
Light and heat	25,125	-	-	-	-	25,125	32,084	Usage
Telephone and postage	3,479	720	-	590	-	4,789	7,443	Usage
Printing and stationery	1,587	1,110	-	339	-	3,036	2,404	Usage
Advertising and promotion	590	-	-	160	-	750	689	Usage
Repairs and equipment hire	39,335	392	-	100	-	39,827	2,171	Usage
Computer and website	11,665	7	-	-	-	11,672	13,286	Usage
Cleaning and domestic	3,051	295	-	24	-	3,370	760	Usage
Travel and motor expenses	5,538	4,318	-	89	-	9,945	11,758	Usage
Consultants fees	16,777	-	-	-	-	16,777	27,718	Usage
Affiliation fees	10,812	-	-	-	-	10,812	10,047	Usage
Other expenses	2,807	570	-	155	-	3,532	3,030	Usage
Bank charges and interest	1,083	-	-	-	-	1,083	534	Usage
Depreciation	5,468	-	-	-	-	5,468	6,930	Usage
Legal and professional fees	19,819	184	-	425	-	20,428	16,647	Usage
Management charge	3,882	(1,397)	6,562	(6,562)	-	2,485	924	Usage
Governance costs (see note 13)	6,920	1,868	434	256	-	9,478	8,640	Usage
	546,553	147,566	34,275	20,234	-	748,628	591,367	

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

13. ANALYSIS OF GOVERNANCE COSTS

	Unrestricted 2023 £	Restricted 2023 £	Total 2023 £	Total 2022 £
Trustees expenses	-	-	-	-
Auditors remuneration	9,028	-	9,028	8,190
Auditors remuneration - non audit work	450	-	450	450
	<u>9,478</u>	<u>-</u>	<u>9,478</u>	<u>8,640</u>

14. ANALYSIS OF STAFF COSTS

	Subsidiaries £	Charity £	Total 2023 £	Total 2022 £
Salaries and wages	373,872	502,178	876,050	735,025
Social security costs	32,580	33,810	66,390	50,225
Pension costs	7,958	10,044	18,002	15,090
	<u>414,410</u>	<u>546,032</u>	<u>960,442</u>	<u>800,340</u>

No employee received emoluments in excess of £60,000 (2022: None)

15. STAFF NUMBERS

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

	2023 Number	2022 Number
Charity	31	25
Trading companies	22	24
	<u>53</u>	<u>49</u>

16. TRANSACTIONS WITH MEMBERS OF THE BOARD

No trustee received emoluments in the period (2022: none). During the year no (2022: none) trustee was reimbursed out of pocket expenses.

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

17. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total 2022 £
INCOME FROM			
Donations and legacies	1,124	-	1,124
Other trading activities	1,048,914	9,774	1,058,688
Investment income	1,656	-	1,656
Charitable activities			
Advice and support services	209,968	197,711	407,679
Health and inequalities	85,060	60,130	145,190
Rural services	-	33,840	33,840
Transport services	6,772	-	6,772
Other incoming resources	17,516	100	17,616
Total	<u>1,371,010</u>	<u>301,555</u>	<u>1,672,565</u>
EXPENDITURE ON			
Raising funds			
Other trading activities	1,074,516	-	1,074,516
Charitable activities			
Advice and support services	191,866	216,162	408,028
Health and inequalities	141,444	44,398	185,842
Rural services	509	34,300	34,809
Transport services	10,501	7,615	18,116
Total	<u>1,418,836</u>	<u>302,475</u>	<u>1,721,311</u>
Net income/(expenditure)	(47,826)	(920)	(48,746)
Transfers between funds	<u>3,924</u>	<u>(3,924)</u>	<u>-</u>
Net movement in funds	(43,902)	(4,844)	(48,746)
Total funds brought forward	<u>417,970</u>	<u>305,646</u>	<u>723,616</u>
Total funds carried forward	<u>374,068</u>	<u>300,802</u>	<u>674,870</u>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

18. MOVEMENT IN NET FUNDS FOR THE YEAR

	2023	2022
	£	£
Movement in net funds is stated after charging/(crediting):		
Auditor's remuneration:		
Statutory audit	9,028	8,190
Non audit services	450	450
Depreciation - owned assets	24,198	23,331
Goodwill amortisation	-	3,500
Operating leases – land and buildings	23,200	22,826
Staff pension contributions – defined contribution	18,002	15,090
	<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 2022	47,510	47,510
Additions	-	-
Disposals	-	-
At 31 March 2023	<u>47,510</u>	<u>47,510</u>
 DEPRECIATION		
At 1 April 2022	47,510	47,510
Charge for year	-	-
Eliminated on disposals	-	-
At 31 March 2023	<u>47,510</u>	<u>47,510</u>
 NET BOOK VALUE		
At 31 March 2023	<u> </u>	<u> </u>
 At 31 March 2022	<u> </u>	<u> </u>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

21. TANGIBLE FIXED ASSETS - GROUP

	Land and buildings £	Plant and machinery etc £	Motor Vehicles £	Total £
COST				
At 1 April 2022	157,069	511,288	27,468	695,825
Additions	-	26,589	10,000	36,589
Disposals	-	-	-	-
At 31 March 2023	<u>157,069</u>	<u>537,877</u>	<u>37,468</u>	<u>732,414</u>
DEPRECIATION				
At 1 April 2022	128,273	485,367	23,139	636,779
Charge for year	6,078	12,623	5,497	24,198
Eliminated on disposals	-	-	-	-
At 31 March 2023	<u>134,351</u>	<u>497,990</u>	<u>28,636</u>	<u>660,977</u>
NET BOOK VALUE				
At 31 March 2023	<u>22,718</u>	<u>39,887</u>	<u>8,832</u>	<u>71,437</u>
At 31 March 2022	<u>28,796</u>	<u>25,921</u>	<u>4,329</u>	<u>59,046</u>

TANGIBLE FIXED ASSETS - CHARITY

	Land and buildings £	Plant and machinery etc £	Motor Vehicles £	Total £
COST				
At 1 April 2022	127,069	329,832	10,975	467,876
Additions	-	3,971	-	3,971
Disposals	-	-	-	-
At 31 March 2023	<u>127,069</u>	<u>333,803</u>	<u>10,975</u>	<u>471,847</u>
DEPRECIATION				
At 1 April 2022	104,987	326,618	10,975	442,580
Charge for year	3,709	1,759	-	5,468
Eliminated on disposals	-	-	-	-
At 31 March 2023	<u>108,696</u>	<u>328,377</u>	<u>10,975</u>	<u>448,048</u>
NET BOOK VALUE				
At 31 March 2023	<u>18,373</u>	<u>5,426</u>	<u>-</u>	<u>23,799</u>
At 31 March 2022	<u>22,082</u>	<u>3,214</u>	<u>-</u>	<u>25,296</u>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

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 2023	10,000	10,000
At 31 March 2022	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 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Amounts falling due within one year:				
Island Community Ventures Limited	-	-	63,243	45,199
Riverside Ventures (Isle of Wight) Limited	-	-	33,378	48,696
Sabirian CIC	-	-	-	-
Grants and other amounts receivable	152,727	67,478	115,928	42,365
Other debtors	10,330	17,633	16	9,645
Prepayments	7,965	3,904	7,965	1,404
	171,022	89,015	220,530	147,309
Amounts falling due after more than one year:				
Island Community Ventures Limited	-	-	48,427	104,464
Sabirian CIC	-	-	-	-
	171,022	89,015	268,957	251,773

24. CREDITORS

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Trade creditors	38,634	68,841	17,294	1,882
Deferred income (see below)	-	-	-	-
Accruals	14,991	22,484	8,640	18,200
Hire Purchase	-	1,367	-	-
Other creditors	16,669	19,384	1,856	40,846
	70,294	112,076	27,790	60,928
Amounts falling due after more than one year:				
Hire Purchase	-	-	-	-
Bank loan	11,694	21,686	-	-
	81,988	133,762	27,790	60,928

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

DEFERRED INCOME (Continued)

Deferred income comprises general grants received for future financial periods.

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Balance at 1 April	-	-	-	-
Amount released to incoming resources	-	-	-	-
Amount deferred in year	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Balance at 31 March	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>

25. OPERATING LEASE COMMITMENTS

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

	Group 2023 £	Group 2022 £
Expiring:		
Within one year	9,500	9,500
Between one and five years	14,250	23,750
	<hr/>	<hr/>
	23,750	33,250
	<hr/>	<hr/>

26. ANALYSIS OF CHARITABLE FUNDS

Analysis of unrestricted fund movements

	Balance at 01.04.2022 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31.03.2023 £
General fund	374,068	1,354,013	(1,248,519)	-	479,562
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	374,068	1,354,013	(1,248,519)	-	479,562
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

26. ANALYSIS OF CHARITABLE FUNDS (CONTINUED)

Analysis of restricted fund movements

	Balance at 01.04.2022 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31.03.2023 £
Helping hands grants	3,745	2,000	-		5,745
Community Grants Programme	180,000	-	-		180,000
Healthwatch	5,523	22,010	(26,112)		1,421
Youth Offer	-	-	-		-
Age Friendly	-	-	-		-
Short breaks - Active Living	-	4,543	(4,704)		(161)
Community Transport	-	-	-		-
Syrian Resettlement Project	-	-	-		-
East Cowes Youth Offer	14,820	12,000	(13,555)		13,265
Youth Offer 2017	-	-	-		-
Community Lead Housing	4,573	-	(4,804)		(231)
Pan and Barton Community	-	-	(15)		(15)
Community Led Housing Grant	962	20,791	(19,378)		2,375
Donations Refugee related	1,119	-	(25)		1,094
Collective Switching	-	-	-		-
Additional Syrian Support	42,513	-	12,821		55,334
IOW Association for Spina Bifida	5,232	7,002	(6,855)		5,379
Schooling Syria Children	400	-	-		400
CEV Residents Optio Grant	(705)	-	-		(705)
ACRE Defra Rural	(3,760)	33,840	(33,841)		(3,761)
Afghan Resettlement project	(25,036)	80,012	(53,103)		1,873
Sudan Resettlement project	8,049	14,492	(32,548)		(10,007)
New Lottery Resilience Fund	34,424	117,535	(138,067)		13,892
East Cowes HAF	-	-	-		-
Short Breaks Equipment Grant	(100)	805	-		705
Mental health & suicide aware	1,300	-	(1,300)		-
East Cowes Youth Centre Citizen	272	-	(8)		264
Energise Me	5,073	-	(5,520)		(447)
Sandown Youth Fund	(221)	1,840	629		2,248
Health Engagement Alliance	25,000	37,000	(17,265)		44,735
Ukraine Welcome Grant	(2,015)	45,000	(44,400)		(1,415)
Ukraine Support Programme	(366)	180,000	(136,472)		43,162
Police and Crime Commissioner		13,000	(12,979)		21
Sandown Town Council		5,000	(565)		4,435
Lake PC - Youth Budget Grant		5,000	(2,433)		2,567
IWC - Homes Grant		5,000	(581)		4,419
Street Games UK		18,510	(18,397)		113
Sported UK - Boxing Tutor		1,200	(1,200)		-
HIWCF Youth Forum		8,073	-		8,073
Ukraine HIWCF and Donations		9,054	(1,729)		7,325
Sports Coach Education		6,800	(580)		6,220
	300,802	650,507	(562,986)	-	388,323
	674,870	2,004,520	(1,811,505)	-	867,885

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

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
FOR THE YEAR ENDED 31 MARCH 2023**

26. MOVEMENT IN FUNDS - continued

Comparatives for movement in 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
	<u>417,970</u>	<u>1,371,010</u>	<u>(1,418,836)</u>	<u>3,924</u>	<u>374,068</u>

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>

**COMMUNITY ACTION ISLE OF WIGHT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

26 MOVEMENT IN FUNDS - continued

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 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 passed 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
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

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 £10,044 (2022: £8,524). 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 £	2023 Total funds £
Fixed assets	50,451	30,996	81,447
Current assets	511,099	357,327	868,426
Current liabilities	(81,988)	-	(81,988)
	<u>479,562</u>	<u>388,323</u>	<u>867,885</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 £4,218 (2022: £6,799) for back office support and office rental and storage. At the year end there was £nil (2022: £2,691) due from the Footprint Trust.

Interest of £4,112 (2022: £2,541) 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 £111,670 a loan of (2022: £130,577) was due back to from Island Community Ventures Limited. During the year sales totalling £5,347 (2022: £5,233) were made to Island Community Ventures Limited in respect of back office support and a further £35,670 (2022: £19,086) for management recharges. Purchases of £7,494 (2022: £780) were made from Island Community Ventures Limited. At the year end there was a trade balance of £6 was due from Island Community Ventures Limited.

During the year sales of £4,206 (2022: £4,312) were made to Riverside Ventures (Isle of Wight) Limited in respect of back office support. Purchases of £8,448 (2022: £780) were made from Riverside Ventures (Isle of Wight) Limited. At the year end a loan of £8,696 (2022: £48,696) was due from Riverside Ventures (Isle of Wight) Limited and there was a trade balance of £487 due to Riverside Ventures (Isle of Wight) Limited.

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 £52,489 (2022: £51,586). No trustees received remuneration as per note 16.