

SANDWELL COUNCIL OF VOLUNTARY ORGANISATIONS (S.C.V.O.)

England & Wales · Charity number 1071514

Details

Other names S.C.V.O.

Status Registered

Legal form Charitable company

Company number [03570517](#)

Registered 1998-09-14

Register [View on the Charity Commission register](#)

Contact

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Activities

Objects: WEST MIDLANDS AREA AND IN PARTICULAR BOROUGH OF SANDWELL AND ITS SURROUNDING DISTRICTS (THE AREA OF BENEFIT):-1) TO PROMOTE ALL OR ANY CHARITABLE PURPOSES FOR THE BENEFIT OF THE COMMUNITY WITHIN THE AREA OF BENEFIT AND IN PARTICULAR THE ADVANCEMENT OF EDUCATION, THE FURTHERANCE OF HEALTH AND THE RELIEF OF POVERTY, DISTRESS AND SICKNESS; 2) WITHOUT LIMITATION TO THE GENERALITY THE FOREGOING TO PROVIDE RESOURCES TO ORGANISATIONS WITH CHARITABLE OBJECTS IN ORDER TO ASSIST THESE ORGANISATIONS IN THEIR CHARITABLE WORK; AND3) TO PROMOTE AND ORGANISE CO-OPERATION IN THE ADVANCEMENT OF THESE PURPOSES AND TO BRING TOGETHER IN COUNCIL REPRESENTATIVES OF THE VOLUNTARY AND COMMUNITY ORGANISATIONS, STATUTORY AUTHORITIES AND INDIVIDUALS WITHIN THE AREA OF BENEFIT.

Activities: Sandwell Council of Voluntary Organisations (SCVO) is an umbrella organisation which supports and represents voluntary organisations and community groups working in Sandwell and promotes volunteering and resident participation in civic life. SCVO is itself a charitable organisation with more than 500 member organisations and is led and overseen by a board of volunteers drawn from its membership.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Acts As An Umbrella Or Resource Body
- **What:** General Charitable Purposes, Education/training, Economic/community Development/employment, Other Charitable Purposes
- **Who:** Children/young People, Elderly/old People, People With Disabilities, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies, Other Defined Groups, The General Public/mankind

Geography

- **Area of benefit:** WEST MIDLANDS AREA AND IN PARTICULAR BOROUGH OF SANDWELL AND ITS SURROUNDING DISTRICTS
- Sandwell

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£1,561,757	£1,561,110	£496,346	17
2024-03-31	£1,918,117	£1,883,109	£495,699	17
2023-03-31	£1,887,249	£1,852,177	£460,691	18
2022-03-31	£1,576,680	£1,543,683	£425,619	17
2021-03-31	£1,173,159	£1,132,849	£392,622	20

Trustees

Name	Role	Appointed
Claire Louise Dale	Chair	2014-03-06
Andrew Watson		2016-10-20
Jacques Matensi-kubanza		2020-09-29
Khatija Patel		
MOHAMMED LOAN		
Matthew Andrews		2025-10-09
Matthew Lorimer		2025-10-09
Paulette Suban		2024-09-26
Rev JON PHILIP GRANT		2012-01-27
Victoria Elizabeth Breakwell		2024-09-26

SANDWELL COUNCIL OF VOLUNTARY ORGANISATIONS (S.C.V.O.)

England & Wales - Charity number 1071514

Accounts

S.C.V.O.

**Annual Report and Financial Statements
Year ended 31 March 2025**

Charity number: 1071514

Company number: 03570517

**Feltons
Chartered Accountants**

**Birmingham
B1 3JR**

S.C.V.O.

(A company Limited by Guarantee)

**Report and financial statements
Year ended 31 March 2025**

Contents	Page
Reference and administrative details	1
Report of the trustees	2
Independent auditor's report on the financial statements	14
Statement of financial activities incorporating income & expenditure account	18
Balance sheet	19
Statement of cash flows	20
Notes forming part of the financial statements, incorporating:	
Statement of accounting policies	21
Other notes to the financial statements	24

S.C.V.O.
(A company limited by guarantee)

Year ended 31 March 2025

Reference and Administrative Details

Trustees	Claire Dale (Chair) Andrew Watson Geoffrey Foster (resigned 16 th June 2025) Jacques Matensi-Kubanza Jatinder Singh Basi (resigned 3 rd April 2024) Jon Grant Khatija Patel Laura Nott (resigned 17 th July 2025) Luke Tyler (resigned 27 th March 2025) Mohammed Loan Paulette Suban (appointed 26 th September 2024) Rachel McFee (resigned 30 th July 2025) Victoria Breakwell (appointed 26 th September 2024)	
Key management personnel	Mark Davis - Chief Executive Officer Stuart Ashmore - Deputy Chief Executive Officer Sajida Carr - Director of Operations and Development Parminder Dosanjh - Creative Director	
Principal office and Solicitors	109S Castlemill Burnt Tree Tipton West Midlands DY4 7UF	
Charity number	1071514	
Company registration number	03570517	
Independent auditor	Feltons 8 Sovereign Court 8 Graham Street Birmingham B1 3JR	
Bankers	Lloyds Bank Plc. 65 Capehill Smethwick B66 4SF	CAF Bank Ltd 25 Kings Hill Ave Kent ME19 4JQ

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2025

The Trustees present their report and the financial statements of the charity for the year ended 31 March 2025. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Our purposes and activities

The purposes of the charity are:

- For SCVO and the voluntary sector to have a major influence on the development and implementation of key local strategies.
- To strengthen SCVO's role in existing strategic partnerships and to be proactive in developing new ones.
- To provide an effective voice for the voluntary and community sector at local, regional and national levels.
- To support and provide high quality, accessible organisational development services to Sandwell's voluntary and community sector through appropriate mechanisms.
- To develop the appropriate mechanisms to create an effective funding facility for the sector.
- To diversify SCVO's funding arrangements through an effective funding strategy.

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

The strategies employed to achieve the charity's aims and objectives are to:

- bring together local voluntary and community groups to promote and develop the effectiveness of local voluntary action.
- raise the quality of, and provide a wide range of services, information, advice and support to the voluntary and community sector.
- act as a channel for local groups to voice their opinions on local, regional and national issues and policy.
- raise the quality of and provide a wide range of services, information, advice and support to the voluntary and community sector.
- identify real needs and develop services/ initiatives to meet these needs.
- actively support the development of new and emerging groups and organisations.
- contribute to bringing about positive change in Sandwell to achieve sustainable economic regeneration.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2025

SCVO's core activities can be broadly classified as Capacity Building: the provision of management and development support for voluntary organisations, committees and groups; and Strategic Engagement activities which facilitate engagement between local groups and various statutory bodies.

Putting the above strategies into action we have 5 major areas of activity which are outlined below:

1 - Strategic Representation & Network Development

Representation and Partnership Working:

SCVO brings together networks of organisations with common interests and represents their views on strategic partnerships. During 2024/25, this work included activities across the whole spectrum of strategic fora including numerous meetings held with elected members, Cabinet Members and local senior officers, as well as formal partnership boards such as the Safer Sandwell Partnership, the Sandwell Safeguarding Adults Board, the Sandwell Health and Care Partnership Board and the Sandwell Health and Wellbeing Board. SCVO also undertook to facilitate intra-sector meetings which built bonds and developed partnership links between local groups.

VCS Forums:

Funding received from Sandwell MBC for the period 2024/25 enabled SCVO to maintain and develop strategic forums in key thematic areas where the voluntary sector has important strategic and delivery contributions to make. The funding also made provision for the development of closer working ties between sector organisations and commissioners, including conversations on service design.

There were two distinct elements to this funding:

1. VCS Health and Social Care Forum – A bi-monthly forum which brings together voluntary sector providers of health and social care services with key partners in strategic dialogue.
2. VCS Children and Young Peoples' Forum – A bi-monthly forum which brings together voluntary sector providers of support to children, young people and families with key partners in strategic dialogue.

VCS Briefings:

Provision of engagement events bringing together voluntary sector providers and relevant commissioners, statutory and health partners focusing on significant changes and developments in Sandwell.

Sandwell Early Help Partnership:

SCVO continued to build and co-ordinate the Sandwell Early Help Partnership, bringing together universal providers to deliver early interventions to children, young people and families. Partners are drawn from a range of organisations and sectors including schools, health settings, voluntary and community organisations, Sandwell Police, Sandwell Council Children's Services, and Sandwell Children's Trust. The Partnership creates opportunities to build relationships, confidence and strengthen networks between support providers through members' events, conferences and local meetings.

The Partnership also facilitates the promotion of local services and activities to the general public through face-to-face activity and the Sandwell Family Life website. During this year, development and promotion of the Sandwell Early Help website, launched in early 2022, continued. This website provides practitioners and volunteers with information, resources, training opportunities and access to a portal listing targeted support services for children and families.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2025

2 - Sector Development

General Development Support:

This work includes providing organisations with information on Charity and Company Law and Governance, supporting the start-up of community groups, helping with the development of policies and procedures, facilitating project and business planning processes, and assisting with work towards quality assurance.

Fundraising Support:

Services include one-to-one support helping voluntary sector organisations to identify funders, trusts and grant-making bodies, supporting in the preparation of funding applications, assisting in development of fundraising strategies and with long-term sustainability. The team also produces a bi-weekly Funding Digest as well as providing a range of funding workshops and training events including regular 'Meet the Funder' events. SCVO continues to proactively engage a number of important grant funders with a view to growing knowledge of funding opportunities and increasing the amount of external funding secured by Sandwell organisations.

Volunteering and Community Participation:

SCVO continued to develop a broad offer of support around volunteering for local organisations during 2024/25, entailing a number of distinct activities. These included: promotion and growth of the 'Let's Go...' website, advertising more than 300 local volunteering opportunities during this year; convening of the quarterly Sandwell Volunteer Managers' Network for building partnerships, offering peer support and sharing experiences; provision of information, guidance and training for organisations on volunteering best practice; and regular social media coverage to advocate and promote to local residents and businesses the value of getting involved in their community. During Volunteers' Week in June we linked with the national Big Help Out theme and organised a 'Bring A Tin' event, collecting a total of 1105 items which we distributed to local foodbanks. We also facilitated public litter picks in parks, and initiated a Christmas Day event, run by volunteers in conjunction with the new Midlands Metropolitan University Hospital, for people spending the festive season alone.

Get-IT Together:

A 2-year project, funded by the National Lottery Community Fund, to support community organisations to better develop their digital skills and embed digital practices into their day-to-day delivery, plans and projects to enable their local communities (and individuals therein) to thrive.

Two key thematic areas focus on building a peer-led support network for Sandwell VCSE organisations to share knowledge and skills, and providing guidance on digital services to enhance service delivery and visibility through app and software recommendations and digital profile reviews.

SCVO+:

During 2024/25, SCVO continued to deliver ad hoc services for local organisations requiring more intensive and bespoke support on a chargeable basis. The principal areas of support were chargeable consultancy services, the convening of briefing and training events, and utilisation of SCVO meeting rooms and website on a paid-for basis.

3 - Information and Communication

Information Services:

SCVO's regular email bulletins are vital tools through which the sector can be kept abreast of news, information, legislative changes, strategic and policy developments and capacity-building opportunities in the local, regional and national arenas. SCVO has five websites:

- SCVO's corporate website - www.scvo.info - this provides information on SCVO news and services.
- The Route2wellbeing portal - www.route2wellbeing.info - this established website, delivered through a long-term partnership with local health commissioners, provides health professionals, local community and voluntary groups and the general public with information about support services in proximity to their own location.
- The Sandwell Family Life portal - www.sandwellfamilylife.info - is a website providing information to children, young people and family practitioners as well as the general public on activities and support near where they live or work. This website is a key tool to support the work of the Sandwell Early Help Partnership.
- The Sandwell Early Help portal – www.sandwellearlyhelp.info – is an information and resource hub for practitioners and all those working to support children, young people and families in Sandwell. It includes a searchable directory of referral-only targeted support services available in Sandwell, complementing the range of universal activities open to all families which are found on the Sandwell Family Life website.
- The Let's Go website – www.letsgosandwell.info - provides a borough-wide platform for local voluntary organisations and other public service bodies to showcase and advertise their opportunities by which residents and volunteer their time and play a more active role within the community.

4 - Grant-giving

Vision 2030 Grant Programme:

During 2024/25, SCVO received funding from Sandwell Council to deliver a small grants programme for the voluntary sector, which aimed to fund community activity contributing to the ambitions contained within the borough's 'Vision 2030'.

The programme had two priorities: Building Social Connections (focusing on tackling loneliness) and Healthy Lives (promoting/supporting healthy living). Grants were made up to a total of £5,000 with this funding available to organisations for up to a 2-year period.

Additional to the main grant priorities, extra funds were secured and/ or distributed during this year to expand the Vision 2030 programme through further focused strands of activity:

- Food Pantry Development Grants – small grants to enable VCS organisations to support the Sandwell Food Pantry Development Plan.
- Community Mental Health – small grants that focus on the area of promoting positive community mental health.
- Welcoming Spaces – small grants to support the provision of a network of community 'welcoming spaces', accessible to all members of the community all year round.
- Sports Activities – small grants to create new community-based sports opportunities for Sandwell residents, support their transition from healthy lifestyle activities to regular sports, increase volunteer involvement in sports delivery, and provide pathways for volunteers to become qualified coaches.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2025

- LGBTQ+ Health Challenge Fund – small grants to support groups aiming to improve physical and mental health, healthcare access, and social connections leading to better health outcomes for the LGBTQ+ community in Sandwell.

Cadent Centres for Warmth:

Funded by Cadent Gas, and working with NAVCA (the national membership body for local VCS umbrella organisations), SCVO is offering a package of support including training, some equipment to distribute and a modest amount of grant funding to voluntary and community organisations who are assisting local residents with a range of information and practical offers in respect of cost-of-living challenges and keeping warm during colder weather, for example, being part of the 'Sandwell Welcoming Spaces' campaign and/or the 'Places of Welcome' network.

Sandwell Emotional Wellbeing Grant Programme:

In recognition of the adverse impact that the Covid pandemic had on children and young people in the borough, in early 2021 Sandwell Council invited SCVO to lead on a grant programme to resource local youth charities to provide emotional wellbeing support to affected young people. Utilising £1million of Covid Recovery funds, SCVO launched this grant programme in May 2021. Through 2021/22, a wide range of support was delivered by local youth-focused voluntary organisations, including one-to-one mentoring, drop-in sessions, school-based support and counselling. The aims of the programme were as follows:

- To make available to all school aged children in Sandwell support that enables them to address challenges with their emotional well-being and mental health, and to develop personal strategies that build confidence and resilience.
- To target those children and young people who are identified as requiring additional support or access to specialist services where such support is currently not provided.
- To provide support for children and young people identified as being impacted by domestic abuse, including family support where possible.
- To deliver immediate support in light of an expected surge in demand from May 2021 and to scale up, develop, test and refine the model during.

This programme continued to be delivered through 2022/23, and was then extended with the investment of a further £490,000 of funding enabling a 'Phase 2' of the programme to begin in January 2023. At the beginning of 2024 a final 'Phase 3' of the programme began, with additional funds of £450,000 available for an activity period up to June 2025. As Phase 3 and the programme as a whole neared its end in March 2025, Covid Recovery funds had enabled over 4,000 Sandwell young people to be supported with their emotional wellbeing by 42 projects delivered by 16 charities and community organisations in Sandwell.

Building Community Resilience in Sandwell:

During 2024/25, SCVO continued to work with national funder the Esmée Fairbairn Foundation to deliver a programme of support for Sandwell's communities. This entailed a range of resident engagement activities delivered through local community anchor organisations, working alongside a devolved grants programme for Sandwell that focused on new ways of building capability and confidence amongst the most vulnerable and marginalised in our local communities and on growing community resilience.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2025

5 - Project Hosting

Creative People and Places:

The Arts Council's Creative People and Places (CPP) programme aims to help more people to experience and be inspired by the arts, irrespective of where they live or their social, educational or financial circumstances.

This funding focuses investment in parts of the country where people's involvement in the arts is significantly below the national average, with the aim of increasing the likelihood of participation. This investment will encourage long-term collaborations between local communities and arts organisations, museums, libraries and other partners such as local authorities and the private sector. It aims to empower them to experiment with new and radically different approaches and to develop inspiring, sustainable arts programmes that will engage audiences in those communities. In May 2014, Black Country Together CIC was successful in securing £2million of Creative People and Places funding to deliver the programme across the areas of Sandwell, Walsall and Wolverhampton. SCVO were asked by Black Country Together CIC to lead this work, and since September 2014, have hosted a team to work across the three boroughs, as well as supporting engagement with local communities, through our core staff, to develop new arts and cultural initiatives in Sandwell.

The initial funding was followed by successful bids for a second and then third phase of funding, plus expansion of Creative Black Country activity into Dudley, delivery of which began in November 2019. Following a strategic review and re-focusing of the shape and priorities of the Creative Black Country team in early 2021, Black Country Together CIC were successful in securing National Portfolio Organisation CPP funding in December 2021. This funding will ensure Creative Black Country continues to deliver and develop its community-based activities for a further three years from April 2022.

Big Local Grace Mary to Lion Farm:

The Grace Mary to Lion Farm (GM2LF) Big Local area is within the borough of Sandwell in the West Midlands. It covers 5 separate natural neighbourhoods, crossing the boundary of three council wards and two parliamentary constituencies. Within this area, the 'Big Local' lottery fund, in dialogue with local VCS organisations and residents, has committed a £1 million investment in the area. The area's 'Big Plan' reflects the needs and aspirations of local residents in using the funding to bring about lasting change within the community over a 10-year period (which is due to 'spend out' by June 2025).

Since 2014/15, SCVO has taken on the role of accountable body for the GM2LF partnership as the 'Local Trusted Organisation', which it continues to perform as the activities within the Big Local Plan are delivered and head towards 'close out'. This role entails liaison with Local Trust (the funding awarding body) on behalf of GM2LF, financial management of funds and support of the Partnership Board.

Sandwell Cultural Compact:

In November 2024, SCVO were invited to take on the hosting for an interim manager for the emerging Sandwell Cultural Compact. The Sandwell Cultural Compact is a local partnership initiative that will work strategically to develop cross-sector relationships, support the cultural ecology and create a sustainable infrastructure for arts and culture in the borough of Sandwell.

Utilising Arts Council funding, SCVO hosted a Compact Manager to work with local arts and cultural organisations, artists and freelancers, education providers, business leaders and Sandwell Council to scope, bring together, establish and develop a Sandwell Cultural Compact with a clear set of aims and priorities for the coming years.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2025

Achievements and Performance

SCVO produced 49 e-bulletins to keep the VCS informed of local, regional and national policy, events and information of relevance to their development and activities.

SCVO ran numerous workshops and training events, including topics such as Introduction to Fundraising, Volunteers and the Law, Introduction to Business Plans, Diversifying Income and four 'meet the funder' sessions benefitting over 130 participants in total.

A range of face-to-face and virtual network meetings brought people together around key issues and themes:

- VCS Children and Young People Forum meetings.
- VCS Health and Social Care Forum meetings.
- Volunteer Co-ordinators Forum.
- Briefing events, forums and workshops focused on a wide range of topics including the SHAPE Forum, the children's services Star Practice Model and the Integrated Front Door, the Sandwell Community Offer for vulnerable adults, partnership working with the Integrated Care Board, engagement with Adult Social Care and CQC, the opening of the new Midland Metropolitan University Hospital, Children's safeguarding and awareness of Working Together 2023, and the review of Sandwell youth service provision.

In addition to this, SCVO:

- Supported over 220 groups/organisations with general development support – including fundraising, governance, planning, financial management, networking and quality standards.
- Helped secure over £1.6million worth of external funding for Sandwell voluntary organisations.
- Delivered the 'Vision 2030' grants programme encouraging local community organisations to deliver activities that offer improved wellbeing and social connections for residents. Activity spanned the themes of mental health support, investment in food pantries, financial support for sports clubs and community groups, investment in local community LGBTQ+ groups to improve health outcomes and access to services, and 'welcoming spaces' for those residents who were impacted significantly by the continuing cost of living crisis in autumn/ winter 2024.
- Distributed a total of over £800,000 locally to the voluntary sector through grant awards to over 100 organisations.
- Continued delivery of our partnership with the Esmee Fairbairn Foundation focusing on improving community resilience in Sandwell through the 'BOUNCE' community engagement programme and the 'EPIC' community grants initiative.
- Continued to develop the Emotional Wellbeing Grant Programme to fund support which helps young people manage their emotional and mental health following the Covid pandemic

Financial review

The financial results of SCVO are detailed in the following pages. It is considered that the finances are sound and well established. The principal funding source is from grants. All expenditure of this income is planned to fulfil the objectives and strategies of the charity. During the year ended 31 March 2025, total resources expended were £1,561,110 (2024 – £1,883,109) and the surplus of income over expenditure was £647 (2024 – £35,008) which included depreciation of £374 (2024 – £656).

Investment powers and policy

The trustees having regard to liquidity requirements of the charity and to the reserves policy as described in the trustees' report have operated a policy of keeping available funds in an interest-bearing

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2025

deposit account with CAF, a 95 day notice account with Redwood Bank and high interest accounts with Cambridge and Counties Bank, Nationwide and United Trust Bank.

Reserves policy and going concern

The Board of Directors have reviewed the charity's needs for reserves in line with the guidance issued by the Charity Commission. The Board believes that the charity should hold financial reserves because it is entirely dependent for its income upon short and medium-term grants from a limited number of funding bodies. These grants are inevitably subject to fluctuation and delay. The charity requires protection against these uncertainties, and the ability to continue operating despite gaps in funding income. An "Emergency Operating Reserve" provides a safeguard for the charity's service commitment. It is the intention of SCVO's Board to maintain the long-term sustainability of SCVO by holding sufficient financial reserves to ensure that:

- The organisation can demonstrate resilience during periods of unforeseen difficulty, for example, due to unexpected demands on its funds.
- Unforeseen day-to-day operational costs such as employing staff to cover long-term sickness absence can be met.
- Funds are available to maintain staff during a gap between the end of one funding stream and the beginning of another.
- Planned commitments that cannot be met by future income alone, for example major asset purchase or match-funding requirements, can be met.

Cash flow for the organisation can be maintained where funding regimes fail to provide cash in advance of expenditure. This policy operates under the assumption that the requirements of SCVO's Finance Policy are fully adhered to and that a proportion of reserves be maintained in a readily realisable form. The calculation of the required level of reserves is an integral part of the organisation's planning, budget and forecast cycle and the reserve figure is recognised as a dynamic function of a set of changing financial commitments. Accordingly, the reserve level is maintained using the following formula:

- Staffing costs - 6 months salaries plus redundancy costs for staff within the senior management team; 3 months salaries plus redundancy costs for all other staff.
- Premises and Business Support - 6 months of budgeted overheads of indirect costs (excluding staffing).
- Contracted Expenditure - full provision to be made for the remaining value of existing contractual commitments.
- Contingencies - to cover depreciation and renewal of key assets, and operational contingencies such as staff cover, eg for maternity or long-term sickness.

The Board of Trustees continue to work hard to ensure the business plan for the organisation drives the organisation forward in terms of fulfilling its aims and objectives. The Board hold the belief that it is vital to meet the outcomes proposed in the business plan and therefore recognises the need for some of the remaining reserves to be used to meet any shortfalls arising from this process. The prudent investment of some of the organisation's reserves in future years will ensure that SCVO is a dynamic and vibrant organisation empowered to support its diverse membership in Sandwell, providing greater capacity for strategic engagement activity that is not currently funded.

Plans for future periods

Strategy Statement

As a local charity committed to the best deal for Sandwell residents, SCVO works across our voluntary and community sector (VCS) to help charitable organisations develop support that makes people's lives

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2025

better, offers practical help for those in times of greatest need, and enhances people's prospects for the future.

SCVO brings a local VCS membership together and works with our strategic partners and our sector to create an environment where residents and communities have the confidence, capability and support to respond as local needs emerge.

SCVO promotes ways of accessing this support for all, including how organisations can work better together, and champions the potential of our sector to develop effective home-grown responses to some of Sandwell's local challenges.

Strategic Aims

1. A strong and responsive Voluntary and Community Sector - Working with VCS providers to develop a sector offer which is as inclusive, effective and environmentally sustainable as possible.
2. Enabling access to support for all Sandwell residents - Increasing access to services and activities which help residents to make the best of life.
3. Making the most of what Sandwell has - Transforming the quality of life and wellbeing of Sandwell communities by supporting them to use their strengths and assets including people, places, skills and knowledge, resources and diversity.
4. A Clear Voice - Grounding partner engagement and strategic decision-making in everyday reality.
5. SCVO Fit for the Future - Building a robust, financially sustainable and stable SCVO.

Structure, Governance and Management

Governing document

SCVO is a company limited by guarantee governed by its Memorandum and Articles of Association dated 14th July 2009 and is registered as a charity with the Charity Commission. There are currently 354 members, each of whom agrees to contribute £1.00 in the event of the charity winding up. Membership is open to community groups and not-for-profit organisations active within the borough of Sandwell, and individuals who support SCVO's mission and aims.

Appointment of trustees

As set out in the Articles of Association, the Chair of the Trustees is elected annually by the Trustees of the charitable organisation following the Annual General Meeting. There are up to 16 Trustees, 10 of whom are elected by the AGM. The existing Trustees have the power to co-opt up to 6 additional trustees to fill vacancies. Co-opted Trustees may serve for a period as determined by the Board up to three years.

All Members are circulated with invitations to nominate trustees prior to the AGM advising them of the retiring Trustees and requesting nominations for the AGM. When considering co-opting trustees, the Board has regard to the requirement for any specialist skills needed.

Trustee induction and training

New trustees are briefed on their legal obligations under charity and company law and the Charity Commission guidance on public benefit, and are informed of the content of the Memorandum and

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2025

Articles of Association, the committee and decision-making processes, the business plan and the recent financial performance of the charity. During the induction, they meet key employees and other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Organisation

The Board of Trustees administers the charity. The Board meetings are held bi-monthly and there are sub-committees which meet either bi-monthly or as and when required to cover governance matters in greater detail.

A Chief Executive Officer is appointed by the Trustees to manage the day-to-day operations of the charity. To facilitate effective operations, the Chief Executive has delegated authority, within terms of delegation approved by the Trustees, for operational matters including finance, employment and other related activities.

Related parties and co-operation with other organisations

None of our trustees receive remuneration or other benefits from their work with the charity. Any connection between a trustee or senior manager of the charity with a client or supplier must be disclosed to the full Board of Trustees in the same way as any other contractual relationship with a related party.

The charity has a close relationship with sub-regional and regional CVSs through joint collaboration establishing strategies and long-term aims for the benefit of the voluntary and community sectors within the Borough. Funding is provided by various sources for the capacity building of the VCS and to aid sector sustainability.

SCVO is affiliated to the following: National Association for Voluntary and Community Action (NAVCA), the National Council for Voluntary Organisations (NCVO) and the Association of Chief Executives of Voluntary Organisations (ACEVO).

SCVO are one of four members managing Black Country Together CIO, an associated company which is joint-owned with Dudley Council for Voluntary Services, One Walsall and Wolverhampton Voluntary and Community Action. Black Country Together CIO is a charity established to enable the Voluntary and Community Sector in the sub-region to access funding opportunities across borough boundaries that might otherwise be out of reach for them.

Pay policy for senior staff

The Board of Directors, who are the charity's trustees, and the senior management team together comprise the key management personnel of the charity in charge of directing and operating the organisation on a day-to-day basis. No director received remuneration in the year and details of directors' expenses and related party transactions are disclosed in note 18 to the accounts.

Risk management

The trustees have a risk management policy which comprises:

- Periodic review of the principal risks and uncertainties that the charity faces.
- The establishment of systems and procedures to mitigate those risks identified in the review.
- The implementation of procedures designed to mitigate or manage any potential impact on the charity should those risks materialise.

Internal control risk is the risk of financial mismanagement and possible fraudulent activity. These risks are minimised in SCVO with the operation of robust financial controls, policies and procedures to safeguard the charity's assets and this is supplemented with an effective credit control system to preserve cash flow. The major external financial risk to SCVO continues to be financial sustainability

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2025

particularly in the prevailing economic climate. A key element in the management of short-term funding risk in the charity is a reviewed Reserves Policy with a designated operating reserve in SCVO. Continued development of the Strategic Plan allows for the diversification of funding and activities.

Banking arrangements with Lloyds Bank Plc, CAF Bank and a Nationwide account continue to be reviewed to ensure the safe management of funds and levels of service. There is a 5-year fixed rate bond account with Cambridge and Counties Bank. Hard core funds are deposited in a CAF Gold Bank Account, United Trust Bank 180 Day Account, Redwood Bank 95 Day Account and in a 30 Day Platinum Account.

Attention has also been focused on non-financial risks in terms of adopting procedures to ensure legislative compliance with health and safety of staff, clients and visitors, employment law and equal opportunities. In common with other organisations SCVO has a high level of dependency on the specialism of key staff and there is a risk of replacing those key members should they decide to leave or through illness. Skills development in terms of shared knowledge throughout the workforce and SCVO's links with external consultants mitigate some degree of this risk.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2025

Trustees' responsibilities in relation to the financial statements

The charity trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 that disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By order of the board of trustees,



.....
Claire Dale
Chair

25 September 2025

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)**

Opinion

We have audited the financial statements of S.C.V.O. (A Company Limited by Guarantee) for the year ended 31 March 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including 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 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements :

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2025, and of its 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

Other information (continued)

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

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 trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, 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.
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities statement (set out on page 13), 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

Auditor's 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 an auditor's report 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- We reviewed the company's control and risk management procedures and planned our work based on our assessment of those controls and procedures;
- This review included an assessment of the risk of material misstatement due to errors, fraud and management override of controls for all material areas in the financial statements;
- We made enquiries of management and the company's lawyers regarding any actual or potential litigation and/or claims;
- Financial statements disclosures were reviewed and checked for compliance with applicable laws;
- Detailed testing was conducted on balances and transactions including unusual items and those of individual significance to the financial statements;
- Data analytics were used in order to identify unusual or significant trends;
- Communications with management and those charged with governance regarding relevant matters was undertaken throughout the audit and on completion.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 auditor's report.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

A handwritten signature in blue ink that reads "Feltons" with a small horizontal line underneath.

David W Farnsworth FCA (Senior Statutory Auditor)

For and on behalf of Feltons, Statutory Auditor
8 Sovereign Court
8 Graham Street
Birmingham B1 3JR

9 October 2025

S.C.V.O.
(A Company Limited by Guarantee)

Statement of financial activities (including income and expenditure account)
for the year ended 31 March 2025

	Notes	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2025 £	Total 2024 £
Income						
<i>Income from charitable activities:</i>						
Income from charitable activities		270,032	-	1,248,023	1,518,055	1,878,251
<i>Income from trading activities:</i>						
Rental income and room hire		350	-	-	350	499
Investment income	2	43,352	-	-	43,352	39,367
Total income		313,734	-	1,248,023	1,561,757	1,918,117
Expenditure						
<i>Charitable activities:</i>						
Operational and support costs	3	259,853	-	1,301,257	1,561,110	1,883,109
Total expenditure		259,853	-	1,301,257	1,561,110	1,883,109
Net income/(expenditure) before transfers		53,881	-	(53,234)	647	35,008
Gross transfers between funds	12	(118,615)	65,381	53,234	-	-
Net movement in funds		(64,734)	65,381	-	647	35,008
Reconciliation of funds						
Total funds brought forward	12	148,062	347,637	-	495,699	460,691
Total funds carried forward		83,328	413,018	-	496,346	495,699

All of the charity's activities derive from continuing operations during the above two financial periods.

There are no recognised gains and losses other than those in the Statement of Financial Activities.

S.C.V.O.

(A Company Limited by Guarantee)

Company number : 03570517

Charity number : 1071514

Balance sheet as at 31 March 2025

	Notes	2025		2024	
		£	£	£	£
Fixed assets					
Tangible assets	8		217		591
Current assets					
Debtors	9	194,638		110,222	
Cash at bank and in hand		<u>1,059,400</u>		<u>1,802,719</u>	
		1,254,038		1,912,941	
Creditors: amounts falling due within one year	10	<u>757,909</u>		<u>1,417,833</u>	
Net current assets			496,129		495,108
Net assets			<u>496,346</u>		<u>495,699</u>
Funds of the charity :					
Restricted funds					
General fund	12		-		-
Unrestricted funds					
General fund	12	83,328		148,062	
Designated funds	12	<u>413,018</u>		<u>347,637</u>	
			496,346		495,699
Total funds			<u>496,346</u>		<u>495,699</u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The notes on pages 21 to 30 form part of these accounts.

The financial statements were approved and authorised for issue by the Trustees on 25 September 2025 and signed on their behalf by :



.....
Claire Dale (Chair)

S.C.V.O.
(A Company Limited by Guarantee)

Statement of cash flows
for the year ended 31 March 2025

	Notes	2025 £	2024 £
Cash flow from operating activities	15	(786,671)	24,989
Cash flow from investing activities			
Interest received	2	43,352	39,367
Net cash flow from investing activities		<u>43,352</u>	<u>39,367</u>
Net (decrease)/increase in cash and cash equivalents		<u>(743,319)</u>	<u>64,356</u>
Cash and cash equivalents at 1 April 2024		1,802,719	1,738,363
Cash and cash equivalents at 31 March 2025		<u>1,059,400</u>	<u>1,802,719</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2025

1. Accounting policies

a) Basis of preparation

S.C.V.O. is a charitable company, limited by guarantee, registered in England and Wales. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The company's registered number and registered office can be found on the reference and administrative details page.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the charity. The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

b) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for a period of 12 months from the date of authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

c) Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

- **Grants receivable**

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the balance sheet. Where income is received in advance of entitlement of receipt its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income from grants are recognised at fair value when the charity has entitlement after any performance condition have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

- **Donations**

Donations are recognised on a receivable basis where there is certainty of receipt and the amount can be reliably measured. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

- **Donated services and gifts in kind**

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2025 (continued)

1. Accounting policies (continued)

c) Income recognition (continued)

- **Gifts in kind**
Fixed asset gifts in kind are recognised when receivable and are included at fair value. They are not deferred over the life of the asset.
- **Interest receivable**
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.
- **Other income**
Other income, including the hire of facilities, is recognised in the period it is receivable and to the extent the goods have been provided or on completion of the service.

d) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- **Costs of generating funds**
These are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.
- **Charitable activities**
These are costs incurred in activities undertaken to further the purposes of the charity and their associated support costs.
- **Governance costs**
These include the costs attributable to the trust's compliance with constitutional and statutory requirements, including independent examination, strategic management and trustees' meetings and reimbursed expenses.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

e) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the trust's work or for specific artistic projects being undertaken by the trust.

f) Allocation of support costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs and administrative payroll costs. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 4.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2025 (continued)

1. Accounting policies (continued)

g) Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Fixtures and fittings	- 25% per annum on a straight line basis
Office equipment	- 25% per annum on a straight line basis

h) Debtors

Operational 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.

i) Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

j) Liabilities

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

k) Operating leases

Rentals payable under operating leases are charged to the SoFA on a straight line basis over the period of the lease.

l) Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

m) Pension benefits

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

n) Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no critical accounting estimates or areas of judgement.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2025 (continued)

2. Investment income

	Unrestricted funds £	Restricted funds £	Total 2025 £	Total 2024 £
Deposit account interest	43,352	-	43,352	39,367
	43,352	-	43,352	39,367

3. Expenditure on charitable activities

	Strategic representation £	Development services £	Commercial activities £	Total 2025 £	Total 2024 £
Operational and support costs					
Staff costs	358,946	57,820	32,795	449,561	430,130
Project costs	-	1,021,778	-	1,021,778	1,358,464
Support costs (see note 4)	35,726	44,227	3,190	83,143	87,225
Governance costs (see note 4)	6,628	-	-	6,628	7,290
	401,300	1,123,825	35,985	1,561,110	1,883,109

Total expenditure on charitable activities was £1,561,110 (2024 - £1,883,109) of which £259,853 (2024 - £275,430) was unrestricted and £1,301,257 (2024 - £1,607,679) was restricted.

4. Analysis of support and governance costs

	General support £	Governance function £	Total 2025 £	Total 2024 £
Training and recruitment	594	-	594	1,491
Insurance	2,451	-	2,451	2,746
General office costs	59,126	-	59,126	57,346
Accountancy services	13,171	-	13,171	12,888
Legal and other professional	4,152	-	4,152	8,527
Bank charges	102	-	102	102
Auditor's remuneration	-	4,980	4,980	4,920
Other support costs	3,547	1,648	5,195	6,495
	83,143	6,628	89,771	94,515

The allocation of general support costs is based upon Strategic, Development and Commercial income as a percentage of total income received. Governance costs are specific costs attributable to the charity.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2025 (continued)

5. Net income/(expenditure) for the year

Net income/(expenditure) is stated after charging:

	Total 2025 £	Total 2024 £
Depreciation of tangible fixed assets	374	656
Operating lease rentals		
Premises	27,918	28,000
Auditor's remuneration	<u>4,980</u>	<u>4,920</u>

6. Trustees and key management personnel remuneration and expenses

The trustees neither received nor waived any remuneration during the year (2024 - £nil) and neither were they reimbursed expenses during the year (2024 - £nil).

The charity considers its key management personnel comprise Chief Executive Officer, Deputy Chief Executive Officer, Director of Operations & Development and Creative Director. The total amount of employee benefits received by key management personnel was £210,127 (2024 - £207,074).

7. Analysis of staff costs and numbers

Staff costs :

	Total 2025 £	Total 2024 £
Wages and salaries	392,159	375,868
Social security costs	33,972	32,135
Pension costs	<u>23,430</u>	<u>22,127</u>
	<u>449,561</u>	<u>430,130</u>

No employees received total employee benefits of more than £60,000.

Staff numbers :

The average monthly number of employees and full time equivalents during the year was as follows:

	2025 Number	2025 FTE	2024 Number	2024 FTE
Charitable activities	13	10	13	10
Management	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>
	<u>17</u>	<u>14</u>	<u>17</u>	<u>14</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2025 (continued)

8. Tangible fixed assets

	Fixtures & fittings £	Office equipment £	Total £
Cost			
At 1 April 2024 and 31 March 2025	<u>14,698</u>	<u>74,824</u>	<u>89,522</u>
Depreciation			
At 1 April 2024	14,698	74,233	88,931
Charge for the year	-	374	374
At 31 March 2025	<u>14,698</u>	<u>74,607</u>	<u>89,305</u>
Net book values			
At 31 March 2025	<u>-</u>	<u>217</u>	<u>217</u>
At 31 March 2024	<u>-</u>	<u>591</u>	<u>591</u>

9. Debtors

	Total 2025 £	Total 2024 £
Debtors from operations	66,002	63,972
Prepayments and accrued income	7,734	11,423
Other debtors	120,902	34,827
	<u>194,638</u>	<u>110,222</u>

10. Creditors - amounts falling due within one year

	Total 2025 £	Total 2024 £
Creditors from operations	17,944	44,495
Accruals and deferred income	706,529	1,339,630
GM2LF Big Local	31,411	31,866
Other creditors	2,025	1,842
	<u>757,909</u>	<u>1,417,833</u>

The amount of £31,411 (2024 - £31,866) is for funds held on behalf of GM2LF Big Local. The Grace Mary to Lion Farm (GM2LF) Big Local is one of 150 community-led groups throughout England and Wales who have been granted £1million to be spent over 10 years. Big Local is being run by Local Trust, which is working with over £200m from the Big Lottery Fund and a range of partners, providing expert advice and support for residents. SCVO fulfils the role of 'LTO' (Locally Trusted Organisation) for the GM2LF Big Local Partnership. The amount held on behalf of GM2LF at 31 March 2025 is shown as part of the restricted fund in note 13.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2025 (continued)

10. Creditors - amounts falling due within one year (continued)

	Total 2025 £	Total 2024 £
Deferred income		
Deferred income at 1 April 2024	1,328,233	1,480,398
Resources deferred in the year	219,150	763,254
Amounts released from previous years	<u>(849,151)</u>	<u>(915,419)</u>
Deferred income at 31 March 2025	<u>698,232</u>	<u>1,328,233</u>

At the balance sheet date the charity was holding funds received in advance for services due to be delivered after the year end.

11. Commitments under operating leases/licence agreements

At 31 March 2025, the charity was committed to making the following payments under non-cancellable operating leases/licence agreements :

	Land and buildings	
	Total 2025 £	Total 2024 £
Within one year	24,763	28,000
Within two to five years inclusive	60,278	-
	<u>85,041</u>	<u>28,000</u>

12. Analysis of funds

	Balance at 1 April 2024 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2025 £
Restricted funds					
General fund	<u>-</u>	<u>1,248,023</u>	<u>(1,301,257)</u>	<u>53,234</u>	<u>-</u>
Unrestricted funds					
General fund	148,062	313,734	(259,853)	(118,615)	83,328
Designated fund (1)	255,000	-	-	90,000	345,000
Designated fund (2)	92,637	-	-	(24,619)	68,018
	<u>495,699</u>	<u>313,734</u>	<u>(259,853)</u>	<u>(53,234)</u>	<u>496,346</u>
Total funds	<u>495,699</u>	<u>1,561,757</u>	<u>(1,561,110)</u>	<u>-</u>	<u>496,346</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2025 (continued)

12. Analysis of funds (continued)

Name of fund	Description, nature and purpose of fund
Restricted general fund	Money given to the charity where the donor requires that a grant or donation be spent for a specific project.
Unrestricted general fund	The free reserves of the charity which are not designated for particular purposes.
Designated fund (1)	The Emergency Operating Reserve is to safeguard the charity's service commitment as detailed in the Reserves Policy included in the Report of the Trustees. The Trustees decided at their annual review to increase this reserve to £345,000.
Designated fund (2)	Unrestricted income for which the trustees had formerly designated to be used towards the operating costs of the charity in 2025/26.

13. Analysis of net assets between funds

Fund balances at 31 March 2025 are represented by:

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Tangible fixed assets	217	-	217
Current assets	1,222,627	31,411	1,254,038
Current liabilities	(726,498)	(31,411)	(757,909)
Total net assets	496,346	-	496,346

14. Capital commitments

There were no capital commitments at either 31 March 2025 or at 31 March 2024.

15. Reconciliation of net income/(expenditure) to net cash flow from operating activities

	Total 2025	Total 2024
	£	£
Net income for the year	647	35,008
Depreciation	374	656
Interest receivable	(43,352)	(39,367)
(Increase)/decrease in debtors	(84,416)	154,729
Decrease in creditors	(659,924)	(126,037)
Net cash flow from operating activities	(786,671)	24,989

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2025 (continued)

16. Pension commitments

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £23,430 (2024 - £22,127). There were no outstanding contributions at the end of the financial year (2024 - £nil).

17. Related party transactions

The following related party transactions took place during the period :

Black Country Together CIC

A community interest company in which the charity owns 25% by way of guarantee

Services recharged to related party during the year
Amount due from related party at year end

2025	2024
£	£
64,897	66,700
<u>53,337</u>	<u>46,500</u>

Krunch UK

Jon Grant (trustee) is an employee (CEO) of Krunch UK and Laura Nott (trustee, resigned 17 July 2025) is also a trustee

Grants paid to related party during the year

2025	2024
£	£
<u>77,444</u>	<u>77,667</u>

African Speaking French Community Support

Jacques Matensi-Kubanza (trustee) is a trustee (chairman) of African Speaking French Community Support

Grants paid to related party during the year
Amounts due to related party at year end

2025	2024
£	£
15,945	21,500
<u>800</u>	<u>-</u>

Ideal for All Limited

Khatija Patel (trustee) is an employee (CEO) of Ideal for All Limited

Grants paid to related party during the year

2025	2024
£	£
<u>6,143</u>	<u>30,874</u>

Black Country YMCA

Luke Tyler (trustee, resigned 27 March 2025) is an employee (Head of Health and Wellbeing Services) of Black Country YMCA

Grants paid to related party during the year

2025	2024
£	£
<u>238</u>	<u>3,000</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2025 (continued)

17. Related party transactions (continued)

Sandwell Young Carers

Geoff Foster (trustee, resigned 16 June 2025) is a trustee of Sandwell Young Carers

2025	2024
£	£

Grants paid to related party during the year

39,971	43,614
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Sandwell Churches Link

Jon Grant (trustee) is a trustee of Sandwell Churches Link

2025	2024
£	£

Grants paid to related party during the year

1,400	-
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Breakthru CIC

Victoria Breakwell (trustee, appointed 26 September 2024) is a director of Breakthru CIC

2025	2024
£	£

Grants paid to related party during the year

2,000	-
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Communities in Sync Limited

Claire Dale (Chair), Khatija Patel (trustee) and Mark Davis (CEO) are directors of Communities in Sync Limited

2025	2024
£	£

Income received from related party during the year
 Amounts due from related party at year end

1,070	-
450	-

SANDWELL COUNCIL OF VOLUNTARY ORGANISATIONS (S.C.V.O.)

England & Wales - Charity number 1071514

Accounts

S.C.V.O.

**Annual Report and Financial Statements
Year ended 31 March 2024**

Charity number: 1071514

Company number: 03570517

**Feltons
Chartered Accountants**

**Birmingham
B1 3JR**

S.C.V.O.

(A company Limited by Guarantee)

**Report and financial statements
Year ended 31 March 2024**

Contents	Page
Reference and administrative details	1
Report of the trustees	2
Independent auditor's report on the financial statements	16
Statement of financial activities incorporating income & expenditure account	20
Balance sheet	21
Cash flow statement	22
Notes forming part of the financial statements, incorporating :	
Statement of accounting policies	23
Other notes to the financial statements	26

S.C.V.O.
(A company limited by guarantee)

Year ended 31 March 2024

Reference and Administrative Details

Trustees	Laura Nott (appointed as chair 16.11.2023) Geoffrey Foster (resigned as chair 16.11.2023) Jatinder Basi (resigned 03.04.2024) Claire Dale Jon Grant Mohammed Loan Jacques Matensi-Kubanza Rachel McFee Khatija Patel Luke Tyler Andrew Watson Amy Allan (resigned 09.11.2023)	
Key management personnel	Mark Davis - Chief Executive Officer Stuart Ashmore - Deputy Chief Executive Officer Sajida Carr - Director of Operations and Development Parminder Dosanjh - Creative Director	
Principal office and Solicitors	1 st Floor Landchard House West Bromwich Birmingham B70 8ER	
Charity number	1071514	
Company registration number	03570517	
Independent auditor	Feltons 8 Sovereign Court 8 Graham Street Birmingham B1 3JR	
Bankers	Lloyds Bank Plc. 65 Capehill Smethwick B66 4SF	CAF Bank Ltd 25 Kings Hill Ave Kent ME19 4JQ

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

The Trustees present their report and the financial statements of the charity for the year ended 31 March 2024. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Our purposes and activities

The purposes of the charity are:

- For SCVO and the voluntary sector to have a major influence on the development and implementation of key local strategies.
- To strengthen SCVO's role in existing strategic partnerships and to be proactive in developing new ones.
- To provide an effective voice for the voluntary and community sector at local, regional and national levels.
- To support and provide high quality, accessible organisational development services to Sandwell's voluntary and community sector through appropriate mechanisms.
- To develop the appropriate mechanisms to create an effective funding facility for the sector.
- To diversify SCVO's funding arrangements through an effective funding strategy.

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

The strategies employed to achieve the charity's aims and objectives are to:

- bring together local voluntary and community groups to promote and develop the effectiveness of local voluntary action.
- raise the quality of, and provide a wide range of services, information, advice and support to the voluntary and community sector.
- act as a channel for local groups to voice their opinions on local, regional and national issues and policy.
- raise the quality of and provide a wide range of services, information, advice and support to the voluntary and community sector.
- identify real needs and develop services/ initiatives to meet these needs.
- actively support the development of new and emerging groups and organisations.
- contribute to bringing about positive change in Sandwell to achieve sustainable economic regeneration.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

SCVO's core activities can be broadly classified as Capacity Building: the provision of management and development support for voluntary organisations, committees and groups; and Strategic Engagement activities which facilitate engagement between local groups and various statutory bodies. Putting the above strategies into action we have 5 major areas of activity which are outlined below:

1 - Strategic Representation & Network Development

Representation and Partnership Working:

SCVO brings together networks of organisations with common interests and represents their views on strategic partnerships. During 2023/24 this work included activities across the whole spectrum of strategic for a including numerous meetings held with elected members, Cabinet Members and local senior officers, as well as formal partnership boards such as the Safer Sandwell Partnership, the Sandwell Safeguarding Adults Board, the Sandwell Health and Care Partnership Board and the Sandwell Health and Wellbeing Board. SCVO also undertook to facilitate intra-sector meetings which built bonds and developed partnership links between local groups.

VCS Forums:

Funding received from Sandwell MBC for the period 2023/24 enabled SCVO to maintain and develop strategic forums in key thematic areas where the voluntary sector have important strategic and delivery contributions to make. The funding also made provision for the development of closer working ties between Sector organisations and commissioners, including conversations on service design.

There were two distinct elements to this funding:-

1. VCS Health and Social Care Forum
A bi-monthly Forum which brings together voluntary sector providers of health and social care services with key partners in strategic dialogue
2. VCS Children and Young Peoples' Forum
A bi-monthly Forum which brings together voluntary sector providers of support to children, young people and families with key partners in strategic dialogue

VCS Briefings

Provision of engagement events bringing together voluntary sector providers and relevant commissioners, statutory and health partners focusing on significant changes and developments in Sandwell.

Sandwell Early Help Partnership:

SCVO continued to build and co-ordinate the Sandwell Early Help Partnership, bringing together universal providers to deliver early interventions to children, young people and families. Partners are drawn from a range of organisations and sectors including schools, health settings, voluntary and community organisations, Sandwell Police, Sandwell Council Children's Services, and Sandwell Children's Trust. The Partnership creates opportunities to build relationships, confidence and strengthen networks between support providers through members' events, conferences and local meetings.

The Partnership also facilitates the promotion of local services and activities to the general public through face-to-face activity and the Sandwell Family Life website. During this year development and promotion of the Sandwell Early Help website, launched in early 2022, continued. This website provides practitioners and volunteers with information, resources, training opportunities and access to a portal listing targeted support services for children and families.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

2 - Sector Development

General Development Support:

This work includes providing organisations with information on Charity and Company Law and Governance, supporting the start-up of community groups, helping with the development of policies and procedures, facilitating project and business planning processes, and assisting with work towards quality assurance.

Fundraising Support:

Services include one-to-one support helping voluntary sector organisations to identify funders, trusts and grant-making bodies, supporting in the preparation of funding applications, assisting in development of fundraising strategies and with long-term sustainability. The team also produces a bi-weekly Funding Digest as well as providing a range of funding workshops and training events including regular 'Meet the Funder' events. SCVO continues to proactively engage a number of important grant funders with a view to growing knowledge of funding opportunities and increasing the amount of external funding secured by Sandwell organisations.

Volunteering and Community Participation:

SCVO continued to develop a broad offer of support around volunteering for local organisations during 2023/24, entailing a number of distinct activities. These included: promotion and growth of the 'Let's Go...' website, advertising more than 300 local volunteering opportunities during this year; convening of the quarterly Volunteer Co-ordinators' Forum for building partnerships, offering peer support and sharing experiences; provision of information, guidance and training for organisations on volunteering best practice; and regular social media campaigns which helped to advocate and promote to local residents the value of getting involved in their community. In June 2023 around 30 organisations joined our 'roadshow' to each of the six towns during National Volunteers' Week, promoting the value of getting involved to approximately 250 visiting residents.

SCVO+

During 2023/24 SCVO continued to deliver ad hoc services for local organisations requiring more intensive and bespoke support on a chargeable basis. The principal areas of support were chargeable consultancy services, the convening of briefing and training events, and utilisation of SCVO meeting rooms and website on a paid-for basis.

3 - Information and Communication

Information Services:

SCVO's regular email bulletins are vital tools through which the sector can be kept abreast of news, information, legislative changes, strategic and policy developments and capacity-building opportunities in the local, regional and national arenas. SCVO has five websites:-

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

- SCVO's corporate website - www.scvo.info - this provides information on SCVO news and services.
- The Route2wellbeing portal - www.route2wellbeing.info - this established website, delivered through a long-term partnership with local health commissioners, provides health professionals, local community and voluntary groups and the general public with information about support services in proximity to their own location.
- The Sandwell Family Life portal - www.sandwellfamilylife.info - is a website providing information to children, young people and family practitioners as well as the general public on activities and support near where they live or work. This website is a key tool to support the work of the Sandwell Early Help Partnership.
- The Sandwell Early Help portal – www.sandwellearlyhelp.info – was launched in March 2022 as an information and resource hub for practitioners and all those working to support children, young people and families in Sandwell. It includes a searchable directory of referral-only targeted support services available in Sandwell, complementing the range of universal activities open to all families which are found on the Sandwell Family Life website.
- The Let's Go website – www.letsqosandwell.info - provides a borough-wide platform for local voluntary organisations and other public service bodies to showcase and advertise their opportunities by which residents and volunteer their time and play a more active role within the community.

4 - Grant-giving

Vision 2030 Grant Programme:

During 2023/24 SCVO received funding from Sandwell Council to deliver a small grants programme for the voluntary sector, which aimed to fund community activity contributing to the ambitions contained within the borough's 'Vision 2030'.

The programme had three priorities: Building Social Connections (focusing on tackling loneliness), Youth Activities (tackling isolation/loneliness amongst young people) and Healthy Lifestyles (promoting/supporting healthy living). Grants were made up to a total of £5,000 with this funding available to organisations over a 2-year period.

Additional to the main grant priorities, extra funds were secured and/ or distributed during this year to expand the Vision 2030 programme through new focused strands of activity:-

- Food Pantry Development Grants – small grants to enable VCS organisations to support the Sandwell Food Pantry Development Plan
- Climate change – small grants to support the community response to climate change in Sandwell
- Community Mental Health – small grants that focus on the area of promoting positive community mental health.
- Welcoming Spaces – small grants to support the provision of a network of community 'welcoming spaces' during colder weather, accessible to all members of the community
- Sports Activities – small grants to create new opportunities supporting residents to take part in sport in a community setting, enabling a transition from 'healthy lives' activities into 'sporting' lifestyles
- LGBTQ+ Health Challenge Fund – small grants to promote and explore ways to improve access to healthcare, particularly in general practice for the LGBTQ+ community, as well as to mental health and wellbeing initiatives tailored to the LGBTQ+ population. This funding also aimed to support Sandwell LGBTQ+ community groups and peer networks for different age groups, including older people and young people

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

Sandwell Emotional Wellbeing Grant Programme:

In recognition of the adverse impact that the Covid pandemic had on children and young people in the borough, in early 2021 Sandwell Council invited SCVO to lead on a grant programme to resource local youth charities to provide emotional wellbeing support to affected young people. Utilising £1million of Covid Recovery funds, SCVO launched this grant programme in May 2021. Through 2021/22 a wide range of support was delivered by local youth-focused voluntary organisations, including one-to-one mentoring, drop-in sessions, school-based support and counselling. The aims of the programme were as follows:-

- To make available to all school aged children in Sandwell support that enables them to address challenges with their emotional well-being and mental health, and to develop personal strategies that build confidence and resilience.
- To target those children and young people who are identified as requiring additional support or access to specialist services where such support is currently not provided.
- To provide support for children and young people identified as being impacted by domestic abuse, including family support where possible.
- To deliver immediate support in light of an expected surge in demand from May 2021 and to scale up, develop, test and refine the model during.

This programme continued to be delivered through 2022/23, and was then extended with the investment of a further £490,000 of funding enabling a 'Phase 2' of the programme to begin in January 2023. At the beginning of 2024 a final 'Phase 3' of the programme began, with additional funds of £450,000 available for an activity period up to June 2025. By the end of Phase 2 in January 2024, Covid Recovery funds had enabled over 3,050 Sandwell young people to be supported with their emotional wellbeing by 26 projects delivered by 14 charities and community organisations in Sandwell.

Additional to the Covid funding, SCVO were also able to secure funding from the Black Country health system to fund local activity aimed at specific groups of young people in need. This extra funding stream was delivered in parallel to the main Emotional Wellbeing programme, to enable local VCS providers delivering this support to benefit from the networks and connectivity of the main programme. Starting in early summer 2023, £120,000 of health system funding was invested in 5 local organisations offering expert support to young people to meet the following priorities:-

- Supporting young black boys in Youth Justice System
- Support for families in understanding emotional wellbeing and mental health
- Emotional wellbeing Support for 16–25-year-olds
- Providing 1-1 trauma support for new arrivals/ unaccompanied asylum-seeking children and young people

In total, 136 children and young people and 70 parents benefited from this support.

Sandwell VCS Anticipatory Care Grant Programme:

Anticipatory Care is proactive healthcare and support, targeted at people of all ages living with frailty, multiple long-term conditions and/or complex needs to help them stay independent and healthy for as long as possible at home, in the place they call home or in their local community. It focuses on providing the support based on what is important to the individual, improving health inequalities and health outcomes for our local population.

Anticipatory Care reduces the risk of long-term health conditions worsening that would result in an individual needing a hospital stay or visit.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

Between May 2023 and February 2024 SCVO managed a grant programme utilising £130,000 of health system 'Health Inequalities' resources which grant funded local VCS organisations in Sandwell to deliver Anticipatory Care pilot projects that would test new approaches and help to reduce the need for people to use health care services.

This programme focused on two areas of activity:-

- Wellness projects – focusing on activities to increase understand of and access to good nutrition, alongside promotion of regular exercise
- Respite care and caregiver support – supporting local unpaid adult caregivers, who may experience significant stress and burnout, with activities to help them manage their responsibilities and maintain their own health and well-being

6 local providers delivered activities during this year, supporting over 270 residents to improved health outcomes.

Sandwell Digital Survey Micro-Grants:

Digital Inclusion is a significant challenge for many Sandwell residents, particularly as the move towards online services and information continues to gather pace. In 2023/24 SCVO were funded by Sandwell Council to undertake an engagement survey with Sandwell residents to enable the Council and partners to better understand residents' digital needs and the barriers they face in accessing digital services. Subsequently a grant programme was developed and 19 local VCS organisations were funded with 'microgrants' in order to resource completion of digital questionnaires with residents who were digitally inactive.

A total of 750 residents completed the survey and SCVO drew the findings into a report on Sandwell's digital inclusion challenge which included recommendations for how this can be tackled collaboratively across the public and voluntary sectors.

Building Community Resilience in Sandwell:

During 2023/24 SCVO continued to work with national under the Esmée Fairbairn Foundation to deliver a programme of support for Sandwell's communities. This entailed a range of resident engagement activities delivered through local community anchor organisations, most of which were delivered online due to the Covid-19 pandemic lockdown. This activity worked alongside a devolved grants programme for Sandwell which focused on new ways of building capability and confidence amongst the most vulnerable and marginalised in our local communities and on growing community resilience.

5 - Project Hosting

Creative People and Places:

The Arts Council's Creative People and Places (CPP) programme aims to help more people to experience and be inspired by the arts, irrespective of where they live or their social, educational or financial circumstances.

This funding focuses investment in parts of the country where people's involvement in the arts is significantly below the national average, with the aim of increasing the likelihood of participation. This investment will encourage long-term collaborations between local communities and arts organisations, museums, libraries and other partners such as local authorities and the private sector. It aims to empower them to experiment with new and radically different approaches and to develop inspiring, sustainable arts programmes that will engage audiences in those communities. In May 2014, Black Country Together CIC was successful in securing £2M of Creative People and Places funding to deliver the programme across the areas of Sandwell, Walsall and Wolverhampton. SCVO were asked by Black Country Together CIC to lead this work, and since September 2014 have hosted a team to work across the three boroughs, as well as supporting engagement with local communities, through our core staff, to develop new arts and cultural initiatives in Sandwell.

The initial funding was followed by successful bids for a second and then third phase of funding, plus expansion of Creative Black Country activity into Dudley, delivery of which began in November 2019. Following a strategic review and re-focusing of the shape and priorities of the Creative Black Country team in early 2021, Black Country Together CIC were successful in securing National Portfolio Organisation CPP funding in December 2021. This funding will ensure Creative Black Country continues to deliver and develop its community-based activities for a further three years from April 2022.

Volunteering Futures

Culture Central, in partnership with Birmingham Museums Trust, SCVO through its Creative Black Country programme, Stoke Creates and Open Theatre worked together during this year to deliver a regional and place-based, volunteering and development programme. This focused on areas of low engagement and with those who experience barriers, prioritising social interaction, purpose, skills, well-being and building social capital to create change. The programme also worked across the region to support volunteers and organisations to make the most of volunteering opportunities, including working with the Birmingham 2022 Commonwealth Games to build on their inclusive volunteering programme.

The Volunteering Futures Fund was launched in 2022 and was distributed by Arts Council England. It aimed to break down barriers to volunteering and enable organisations across the arts, culture, sport, civil society, youth and heritage sectors to continue their valuable work within local communities whilst volunteers enjoyed the personal benefits of making a difference.

Those benefitting most from the funding included young people and people with disabilities. Colleges, local councils, schools, health and wellbeing organisations were also among the recipients of the Fund.

Arts Council England made awards to these organisations in order to respond to demand from a wide range of beneficiaries, such as from those who may be experiencing loneliness or social isolation, to young people in the LGBTQ community, people with learning difficulties and complex needs.

Within the Black Country the focus was on the following :

- Increasing the number and range of quality volunteering opportunities in arts and cultural organisations, and making more people aware of them

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

- Opening the doors to people who may face barriers to volunteering and making it possible for them to get involved. This included three key groups in the Black Country: 18-24-year-olds, D/deaf/hearing impaired communities, and those who were isolated
- Giving Arts and Cultural organisations the knowledge, skills, and resources to manage a quality and engaging volunteer experience now and in the future.

Big Local Grace Mary to Lion Farm:

The Grace Mary to Lion Farm (GM2LF) Big Local area is within the borough of Sandwell in the West Midlands. It covers 5 separate natural neighbourhoods, crossing the boundary of three council wards and two parliamentary constituencies. Within this area, the 'Big Local' lottery fund, in dialogue with local VCS organisations and residents, has committed a £1 million investment in the area. The area's 'Big Plan' reflects the needs and aspirations of local residents in using the funding to bring about lasting change within the community over a 10-year period (which is due to 'spend out' by March 2026).

Since 2014/15, SCVO has taken on the role of accountable body for the GM2LF partnership as the 'Local Trusted Organisation', which it continues to perform as the activities within the Big Local Plan are delivered. This role entails liaison with Local Trust (the funding awarding body) on behalf of GM2LF, financial management of funds and support of the Partnership Board.

Active Black Country – Commonwealth Active Communities

Active Black Country and partners were successful in gaining funding from Sport England's Commonwealth Active Communities Fund (CAC), using the 2022 Commonwealth Games to act as a catalyst to drive transformational change. The funding assists the Black Country to increase activity levels across the least active, support good mental and physical health and reduce inequalities in activity levels.

SCVO continued its partnership working with Active Black Country by hosting (on behalf of Black Country Together CIC) a Community Connector to focus CAC delivery in target wards across Sandwell, and with the (former Commonwealth Games) Aquatics Centre at the heart of activities.

Achievements and Performance

SCVO produced 50 e-bulletins to keep the VCS informed of local, regional and national policy, events and information of relevance to their development and activities.

SCVO ran a number of workshops and training events, including a programme of sessions on aspects of volunteering support through a 'Fours for Good' collaboration with our three local Black Country CVS partners and four 'meet the funder' sessions benefitting 175 participants in total.

A range of face-to-face and virtual network meetings brought people together around key issues and themes:-

VCS Children and Young People Forum meetings

VCS Health and Social Care Forum meetings

Volunteer Co-ordinators Forum

Briefing events and workshops focused on a range of topics including 'County Lines, Child Exploitation and Serious Organised Crime' (collaborating with our Sandwell Community Safety Partnership), the 'UK Shared Prosperity Fund' (helping to address worklessness),

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

an overview and update on the Sandwell Family Hubs, and an introduction to an emerging local insight project the 'Sandwell Heath Determinants Research Collaboration'.

In addition to this SCVO:

- Supported over 164 groups/organisations with general development support – including fundraising, governance, planning, financial management, networking and quality standards;
- Helped secure over £2.6 million worth of external funding for Sandwell voluntary organisations;
- Delivered the 'Vision 2030' grants programme encouraging local community organisations to deliver activities that offer improved wellbeing and social connections for residents. Activity spanned the themes of mental health support, investment in food pantries, activities to address climate change at a local level, financial support for sports clubs and groups, investment in local community LGBTQ+ groups to improve health outcomes and access to services, and 'welcoming spaces' for those residents who were impacted significantly by the cost of living crisis in autumn/ winter 2023.
- Delivered a number of one-off programmes including the "Anticipatory Care" project focusing on healthy living, and Digital Inclusion microgrants that enables SCVO and partners gain a rich insight into how the digital inclusion challenges in Sandwell might be addressed.
- Continued delivery of our partnership with the Esmee Fairbairn Foundation focusing on improving community resilience in Sandwell through the 'BOUNCE' community engagement programme and the 'EPIC' community grants initiative.
- Continued to develop the Emotional Wellbeing Grant Programme to fund support which helps young people manage their emotional and mental health following the Covid pandemic
- Distributed a total of over £1.1 million locally to the voluntary sector through over 200 grant awards

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

Financial review

The financial results of S.C.V.O are detailed in the following pages. It is considered that the finances are sound and well established. The principal funding source is from grants. All expenditure of this income is planned to fulfil the objectives and strategies of the charity. During the year ended 31 March 2024 total resources expended were £1,883,109 (2023: £1,852,777) and the surplus of income over expenditure was £35,008 (2023: £35,072) which included depreciation of £656 (2023: £866).

Investment powers and policy

The trustees having regard to liquidity requirements of the charity and to the reserves policy as described in the trustees report have operated a policy of keeping available funds in an interest-bearing deposit account with CAF, a 95 day notice account with Redwood Bank and high interest accounts with Cambridge and Counties Bank and United Trust Bank.

Reserves policy and going concern

The Board of Directors have reviewed the Charity's needs for reserves in line with the guidance issued by the Charity Commission. The Board believes that the Charity should hold financial reserves because it is entirely dependent for its income upon short and medium-term grants from a limited number of funding bodies. These grants are inevitably subject to fluctuation and delay. The Charity requires protection against these uncertainties, and the ability to continue operating despite gaps in funding income. An "Emergency Operating Reserve" provides a safeguard for the Charity's service commitment.

It is the intention of SCVO Board to maintain the long-term sustainability of SCVO by holding sufficient financial reserves to ensure that:-

- The organisation can demonstrate resilience during periods of unforeseen difficulty, for example, due to unexpected demands on its funds.
- Unforeseen day-to-day operational costs such as employing staff to cover long-term sickness absence can be met.
- Funds are available to maintain staff during a gap between the end of one funding stream and the beginning of another.
- Planned commitments that cannot be met by future income alone, for example major asset purchase or match-funding requirements, can be met.

Cash flow for the organisation can be maintained where funding regimes fail to provide cash in advance of expenditure. This policy operates under the assumption that the requirements of SCVO's Finance Policy are fully adhered to and that a proportion of reserves be maintained in a readily realisable form.

The calculation of the required level of reserves is an integral part of the organisation's planning, budget and forecast cycle and the reserve figure is recognised as a dynamic function of a set of changing financial commitments. Accordingly, the reserve level is maintained using the following formula:-

- Staffing costs - 6 months salaries plus redundancy costs for staff within the senior management team; 3 months salaries plus redundancy costs for all other staff.
- Premises and Business Support - 6 months of budgeted overheads of indirect costs (excluding staffing).
- Contracted Expenditure - full provision to be made for the remaining value of existing contractual commitments.
- Contingencies - to cover depreciation and renewal of key assets, and operational contingencies such as staff cover, eg for maternity or long-term sickness.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

The Board of Directors continue to work hard to ensure the business plan for the organisation drives the organisation forward in terms of fulfilling its aims and objectives. The Board hold the belief that it is vital to meet the outcomes proposed in the business plan and therefore recognises the need for some of the remaining reserves to be used to meet any shortfalls arising from this process. The prudent investment of some of the organisation's reserves in future years will ensure that SCVO is a dynamic and vibrant organisation empowered to support its diverse membership in Sandwell, providing greater capacity for strategic engagement activity that is not currently funded.

Plans for future periods

Strategy Statement

As a local charity committed to the best deal for Sandwell residents, SCVO works across our voluntary and community sector (VCS) to help charitable organisations develop support that makes people's lives better, offers practical help for those in times of greatest need, and enhances people's prospects for the future.

SCVO brings a local VCS membership together and works with our strategic partners and our Sector to create an environment where residents and communities have the confidence, capability and support to respond as local needs emerge.

SCVO promotes ways of accessing this support for all, including how organisations can work better together, and champions the potential of our Sector to develop effective home-grown responses to some of Sandwell's local challenges.

Strategic Aims

1. A strong and responsive Voluntary and Community Sector - Working with VCS providers to develop a sector offer which is as inclusive, effective and environmentally sustainable as possible
2. Enabling access to support for all Sandwell residents - Increasing access to services and activities which help residents to make the best of life
3. Making the most of what Sandwell has - Transforming the quality of life and wellbeing of Sandwell communities by supporting them to use their strengths and assets including people, places, skills and knowledge, resources and diversity
4. A Clear Voice - Grounding partner engagement and strategic decision-making in everyday reality
5. SCVO Fit for the Future - Building a robust, financially sustainable and stable SCVO

Structure, Governance and Management

Governing document

S.C.V.O. is a company limited by guarantee governed by its Memorandum and Articles of Association dated 14th July 2009 and is registered as a charity with the Charity Commission.

There are currently 470 members, each of whom agrees to contribute £1.00 in the event of the charity winding up. Membership is open to community groups and not-for-profit organisations active within the borough of Sandwell, and individuals who support SCVO's mission and aims.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

Appointment of trustees

As set out in the Articles of Association the Chair of the Trustees is elected annually by the Trustees of the charitable organisation following the Annual General Meeting. There are up to 16 Trustees, 10 of whom are elected by the AGM. The existing Trustees have the power to co-opt up to 6 additional trustees to fill vacancies. Co-opted Trustees may serve for a period as determined by the Board up to three years.

All Members are circulated with invitations to nominate trustees prior to the AGM advising them of the retiring Trustees and requesting nominations for the AGM. When considering co-opting trustees, the Board has regard to the requirement for any specialist skills needed.

Trustee induction and training

New trustees are briefed on their legal obligations under charity and company law and the Charity Commission guidance on public benefit, and are informed of the content of the Memorandum and Articles of Association, the committee and decision-making processes, the business plan and the recent financial performance of the charity. During the induction they meet key employees and other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Organisation

The Board of Trustees administers the Charity. The Board meetings are held bi-monthly and there are sub-committees which meet either bi-monthly or as and when required to cover governance matters in greater detail.

A Chief Executive Officer is appointed by the Trustees to manage the day-to-day operations of the charity. To facilitate effective operations, the Chief Executive has delegated authority, within terms of delegation approved by the Trustees, for operational matters including finance, employment and other related activities.

Related parties and co-operation with other organisations

None of our trustees receive remuneration or other benefits from their work with the charity. Any connection between a trustee or senior manager of the charity with a client or supplier must be disclosed to the full Board of Trustees in the same way as any other contractual relationship with a related party. The Charity has a close relationship with sub-regional and regional CVSs through joint collaboration establishing strategies and long term aims for the benefit of the voluntary and community sectors within the Borough. Funding is provided by various sources for the capacity building of the VCS and to aid sector sustainability. SCVO is affiliated to the following: National Association for Voluntary and Community Action (NAVCA), the National Council for Voluntary Organisations (NCVO) and the Association of Chief Executives of Voluntary Organisations (ACEVO). On 31st January 2013 SCVO became one of four members managing Black Country Together CIC, an associated company which is joint-owned with Dudley Council for Voluntary Services, One Walsall and Wolverhampton Voluntary and Community Action. Black Country Together CIC is a company established to enable the Voluntary and Community Sector in the sub-region to access funding opportunities across borough boundaries that might otherwise be out of reach for them.

Pay policy for senior staff

The board of directors, who are the Charity's trustees, and the senior management team together comprise the key management personnel of the charity in charge of directing and operating the

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

organisation on a day to day basis. No director received remuneration in the year and details of directors' expenses and related party transactions are disclosed in note 17 to the accounts.

Risk management

The trustees have a risk management policy which comprises:

- periodic review of the principal risks and uncertainties that the charity faces;
- the establishment of systems and procedures to mitigate those risks identified in the review; and
- the implementation of procedures designed to mitigate or manage any potential impact on the charity should those risks materialise.

Internal control risk is the risk of financial mismanagement and possible fraudulent activity. These risks are minimised in SCVO with the operation of robust financial controls, policies and procedures to safeguard the charity's assets and this is supplemented with an effective credit control system to preserve cash flow. The major external financial risk to SCVO continues to be financial sustainability particularly in the prevailing economic climate. A key element in the management of short-term funding risk in the charity is a reviewed Reserves Policy with a designated operating reserve in SCVO. Continued development of the Strategic Plan allows for the diversification of funding and activities.

Banking arrangements with Lloyds Bank Plc, CAF Bank and a Nationwide account continue to be reviewed to ensure the safe management of funds and levels of service. There is a 5-year fixed rate bond account with Cambridge and Counties Bank. Hard core funds are deposited in a CAF Gold Bank Account, United Trust Bank 180 Day Account, Redwood Bank 95 Day Account and in a 30 Day Platinum Account.

Attention has also been focused on non-financial risks in terms of adopting procedures to ensure legislative compliance with health and safety of staff, clients and visitors, employment law and equal opportunities. In common with other organisations SCVO has a high level of dependency on the specialism of key staff and there is a risk of replacing those key members should they decide to leave or through illness. Skills development in terms of shared knowledge throughout the workforce and SCVO's links with external consultants mitigate some degree of this risk.

Trustees' responsibilities in relation to the financial statements

The charity trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2024

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By order of the board of trustees



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Laura Nott
Chair

19 September 2024

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)**

Opinion

We have audited the financial statements of S.C.V.O. (A Company Limited by Guarantee) for the year ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including 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 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements :

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2024, and of its 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

Other information (continued)

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

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 trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, 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.
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities statement (set out on pages 14 and 15), 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

Auditor's 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 an auditor's report 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- We reviewed the company's control and risk management procedures and planned our work based on our assessment of those controls and procedures;
- This review included an assessment of the risk of material misstatement due to errors, fraud and management override of controls for all material areas in the financial statements;
- We made enquiries of management and the company's lawyers regarding any actual or potential litigation and/or claims;
- Financial statements disclosures were reviewed and checked for compliance with applicable laws;
- Detailed testing was conducted on balances and transactions including unusual items and those of individual significance to the financial statements;
- Data analytics were used in order to identify unusual or significant trends;
- Communications with management and those charged with governance regarding relevant matters was undertaken throughout the audit and on completion.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 auditor's report.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David W Farnsworth FCA (Senior Statutory Auditor)

For and on behalf of Feltons, Statutory Auditor

8 Sovereign Court

8 Graham Street

Birmingham B1 3JR

7 October 2024

S.C.V.O.**(A Company Limited by Guarantee)****Company number : 03570517 Charity number : 1071514****Statement of financial activities (including income and expenditure account)
for the year ended 31 March 2024**

	Notes	Unrestricted funds £	Designated fund £	Restricted funds £	Total 2024 £	Total 2023 £
Income						
<i>Income from charitable activities:</i>						
Income from charitable activities		320,051	-	1,558,200	1,878,251	1,873,019
<i>Income from trading activities:</i>						
Commercial operations		-	-	-	-	1,575
Rental income and room hire		499	-	-	499	-
Donations		-	-	-	-	-
Investment income	2	39,367	-	-	39,367	12,655
Total income		359,917	-	1,558,200	1,918,117	1,887,249
Expenditure						
<i>Charitable activities:</i>						
Operational and support costs	3	275,430	-	1,607,679	1,883,109	1,852,177
Total expenditure		275,430	-	1,607,679	1,883,109	1,852,177
Net income/(expenditure) before transfers		84,487	-	(49,479)	35,008	35,072
Gross transfers between funds	12	(66,417)	16,938	49,479	-	-
Net movement in funds		18,070	16,938	-	35,008	35,072
Reconciliation of funds						
Total funds brought forward	12	384,992	75,699	-	460,691	425,619
Total funds carried forward		403,062	92,637	-	495,699	460,691

All of the charity's activities derive from continuing operations during the above two financial periods.

S.C.V.O.

(A Company Limited by Guarantee)

Company number : 03570517

Charity number : 1071514

Balance sheet as at 31 March 2024

	Notes	2024		2023	
		£	£	£	£
Fixed assets					
Tangible assets	8		591		1,247
Current assets					
Debtors	9	110,222		264,951	
Cash at bank and in hand		<u>1,802,719</u>		<u>1,738,363</u>	
		1,912,941		2,003,314	
Creditors: amounts falling due within one year	10	<u>1,417,833</u>		<u>1,543,870</u>	
Net current assets			495,108		459,444
Net assets			<u>495,699</u>		<u>460,691</u>
Funds of the charity :					
Restricted funds					
General fund	12		-		-
Unrestricted funds					
General fund	12	403,062		384,992	
Designated funds	12	<u>92,637</u>		<u>75,699</u>	
			495,699		460,691
Total funds			<u>495,699</u>		<u>460,691</u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The notes on pages 23 to 31 form part of these accounts.

The financial statements were approved and authorised for issue by the Trustees on 19 September 2024 and signed on their behalf by :


.....

Laura Nott (Chair)

S.C.V.O.
(A Company Limited by Guarantee)

Statement of cash flows
for the year ended 31 March 2024

	Notes	2024 £	2023 £
Cash flow from operating activities	15	24,989	(242,477)
Cash flow from investing activities			
Interest received		39,367	12,655
Net cash flow from investing activities		<u>39,367</u>	<u>12,655</u>
Net increase in cash and cash equivalents		<u>64,356</u>	<u>(229,822)</u>
Cash and cash equivalents at 1 April 2023		1,738,363	1,968,185
Cash and cash equivalents at 31 March 2024		<u>1,802,719</u>	<u>1,738,363</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2024

1. Accounting policies

a) Basis of preparation

S.C.V.O. is a charitable company, limited by guarantee, registered in England and Wales. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The company's registered number and registered office can be found on the reference and administrative details page.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the charity. The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

b) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for a period of 12 months from the date of authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

c) Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

• **Grants receivable**

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the balance sheet. Where income is received in advance of entitlement of receipt its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income from grants are recognised at fair value when the charity has entitlement after any performance condition have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

• **Donations**

Donations are recognised on a receivable basis where there is certainty of receipt and the amount can be reliably measured. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

• **Donated services and gifts in kind**

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2024 (continued)

1. Accounting policies (continued)

c) Income recognition (continued)

- **Gifts in kind**
Fixed asset gifts in kind are recognised when receivable and are included at fair value. They are not deferred over the life of the asset.
- **Interest receivable**
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.
- **Other income**
Other income, including the hire of facilities, is recognised in the period it is receivable and to the extent the goods have been provided or on completion of the service.

d) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- **Costs of generating funds**
These are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.
- **Charitable activities**
These are costs incurred in activities undertaken to further the purposes of the charity and their associated support costs.
- **Governance costs**
These include the costs attributable to the trust's compliance with constitutional and statutory requirements, including independent examination, strategic management and trustees' meetings and reimbursed expenses.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

e) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the trust's work or for specific artistic projects being undertaken by the trust.

f) Allocation of support costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs and administrative payroll costs. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 4.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2024 (continued)

1. Accounting policies (continued)

g) Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Fixtures and fittings	- 25% per annum on a straight line basis
Office equipment	- 25% per annum on a straight line basis

h) Debtors

Operational 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.

i) Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

j) Liabilities

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

k) Operating leases

Rentals payable under operating leases are charged to the SoFA on a straight line basis over the period of the lease.

l) Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

m) Pension benefits

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

n) Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no critical accounting estimates or areas of judgement.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2024 (continued)

2. Investment income

	Unrestricted funds £	Restricted funds £	Total 2024 £	Total 2023 £
Deposit account interest	39,367	-	39,367	12,655
	<u>39,367</u>	<u>-</u>	<u>39,367</u>	<u>12,655</u>

3. Expenditure on charitable activities

	Strategic representation £	Development services £	Commercial activities £	Total 2024 £	Total 2023 £
Operational and support costs					
Staff costs	343,431	55,321	31,378	430,130	419,911
Project costs	-	1,358,464	-	1,358,464	1,345,984
Support costs (see note 4)	37,478	46,400	3,347	87,225	78,679
Governance costs (see note 4)	7,290	-	-	7,290	7,603
	<u>388,199</u>	<u>1,460,185</u>	<u>34,725</u>	<u>1,883,109</u>	<u>1,852,177</u>

Total expenditure on charitable activities was £1,883,109 (2023 - £1,852,177) of which £275,430 (2023 - £78,706) was unrestricted and £1,607,679 (2023 - £1,773,471) was restricted.

4. Analysis of support and governance costs

	General support £	Governance function £	Total 2024 £	Total 2023 £
Training and recruitment	1,491	-	1,491	983
Insurance	2,746	-	2,746	2,705
General office costs	57,346	-	57,346	55,216
Auditor's remuneration	-	4,920	4,920	4,950
Accountancy services	12,888	-	12,888	12,832
Legal and other professional	8,527	-	8,527	3,927
Bank charges	102	-	102	114
Other support costs	4,125	2,370	6,495	5,555
	<u>87,225</u>	<u>7,290</u>	<u>94,515</u>	<u>86,282</u>

The allocation of general support costs is based upon Strategic, Development and Commercial income as a percentage of total income received. Governance costs are specific costs attributable to the charity.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2024 (continued)

5. Net income/(expenditure) for the year

Net income / (expenditure) is stated after charging:

	Total 2024 £	Total 2023 £
Depreciation of tangible fixed assets	656	866
Operating lease rentals		
Premises	28,000	28,000
Office equipment	-	579
Auditor's remuneration	<u>4,920</u>	<u>4,950</u>

6. Trustees and key management personnel remuneration and expenses

The trustees neither received nor waived any remuneration during the year (2023 - £nil) neither were they reimbursed expenses during the year (2023 - £nil).

The Trust considers its key management personnel comprise Chief Executive Officer, Deputy Chief Executive Officer, Director of Operations & Development and Creative Director. The total amount of employee benefits received by key management personnel was £207,074 (2023 - £195,874).

7. Analysis of staff costs and numbers

Staff costs :

	Total 2024 £	Total 2023 £
Wages and salaries	375,868	367,130
Social security costs	32,135	32,424
Pension costs	<u>22,127</u>	<u>20,357</u>
	<u>430,130</u>	<u>419,911</u>

No employees received total employee benefits of more than £60,000.

Staff numbers :

The average monthly number of employees and full time equivalents during the year was as follows:

	2024 Number	2024 FTE	2023 Number	2023 FTE
Charitable activities	13	10	14	12
Management	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>
	<u>17</u>	<u>14</u>	<u>18</u>	<u>16</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2024 (continued)

8. Tangible fixed assets

	Fixtures & fittings £	Office equipment £	Total £
Cost			
At 1 April 2023	14,698	74,824	89,522
Additions	-	-	-
At 1 April 2023 and 31 March 2024	<u>14,698</u>	<u>74,824</u>	<u>89,522</u>
Depreciation			
At 1 April 2023	14,698	73,577	88,275
Charge for the year	-	656	656
At 31 March 2024	<u>14,698</u>	<u>74,233</u>	<u>88,931</u>
Net book values			
At 31 March 2024	<u>-</u>	<u>591</u>	<u>591</u>
At 31 March 2023	<u>-</u>	<u>1,247</u>	<u>1,247</u>

9. Debtors

	Total 2024 £	Total 2023 £
Debtors from operations	63,972	201,082
Prepayments and accrued income	11,423	9,532
Other debtors	34,827	54,337
	<u>110,222</u>	<u>264,951</u>

10. Creditors - amounts falling due within one year

	Total 2024 £	Total 2023 £
Creditors from operations	44,495	29,458
Accruals and deferred income	1,339,630	1,486,135
GM2LF Big Local	31,866	27,120
Other creditors	1,842	1,157
	<u>1,417,833</u>	<u>1,543,870</u>

The amount of £31,866 (2023: £27,120) is for funds held on behalf of GM2LF Big Local. The Grace Mary to Lion Farm (GM2LF) Big Local is one of 150 community-led groups throughout England and Wales who have been granted £1million to be spent over 10 years. Big Local is being run by Local Trust, which is working with over £200m from the Big Lottery Fund and a range of partners, providing expert advice and support for residents. SCVO fulfils the role of 'LTO' (Locally Trusted Organisation) for the GM2LF Big Local Partnership. The amount held on behalf of GM2LF at 31 March 2024 is shown as part of the restricted fund in note 13.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2024 (continued)

10. Creditors - amounts falling due within one year (continued)

	Total 2024 £	Total 2023 £
Deferred income		
Deferred income at 1 April 2023	1,480,398	1,679,975
Resources deferred in the year	763,254	845,454
Amounts released from previous years	<u>(915,419)</u>	<u>(1,045,031)</u>
Deferred income at 31 March 2024	<u>1,328,233</u>	<u>1,480,398</u>

At the balance sheet date the charity was holding funds received in advance for services due to be delivered after the year end.

11. Commitments under operating leases

At 31 March 2024 the charity was committed to making the following payments under non-cancellable operating leases :

	Land and buildings		Other	
	Total 2024 £	Total 2023 £	Total 2024 £	Total 2023 £
Within one year	28,000	28,000	-	579
	<u>28,000</u>	<u>28,000</u>	<u>-</u>	<u>579</u>

12. Analysis of funds

	Balance at 1 April 2023 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2024 £
Restricted funds					
General fund	-	1,558,200	(1,607,679)	49,479	-
Unrestricted funds					
General fund	384,992	359,917	(275,430)	(66,417)	403,062
Designated fund	75,699	-	-	16,938	92,637
	<u>460,691</u>	<u>359,917</u>	<u>(275,430)</u>	<u>(49,479)</u>	<u>495,699</u>
Total funds	<u>460,691</u>	<u>1,918,117</u>	<u>(1,883,109)</u>	<u>-</u>	<u>495,699</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2024 (continued)

12. Analysis of funds (continued)

Name of fund	Description, nature and purpose of fund
Restricted general fund	Money given to the charity where the donor requires that a grant or donation be spent for a specific project.
Unrestricted general fund	The free reserves of the charity which are not designated for particular purposes. Included within this fund is an amount of £255,000 that is allocated to be used for future operating reserves of the charity.
Designated fund	Unrestricted income for which the trustees had formerly designated to be used towards the operating costs of the charity in 2024/25.

13. Analysis of net assets between funds

Fund balances at 31 March 2024 are represented by:

	Unrestricted funds £	Restricted funds £	Total funds £
Tangible fixed assets	591	-	591
Current assets	1,881,075	31,866	1,912,941
Current liabilities	<u>(1,385,967)</u>	<u>(31,866)</u>	<u>(1,417,833)</u>
Total net assets	<u>495,699</u>	<u>-</u>	<u>495,699</u>

14. Capital commitments

There were no capital commitments at 31 March 2024 nor at 31 March 2023.

15. Reconciliation of net income/(expenditure) to net cash flow from operating activities

	Total 2024 £	Total 2023 £
Net income for the year	35,008	35,072
Depreciation	656	866
Interest receivable	(39,367)	(12,655)
Decrease/(increase) in debtors	154,729	50,618
(Decrease)/increase in creditors	(126,037)	(316,378)
Net cash flow from operating activities	<u>24,989</u>	<u>(242,477)</u>

16. Pension commitments

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £22,127 (2023 - £20,357). There were no outstanding contributions at the end of the financial year (2023 - £nil).

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2024 (continued)

17. Related party transactions

The following related party transactions took place during the period :

Black Country Together CIC

A community interest company in which the charity owns 25% by way of guarantee	2024 £	2023 £
Services recharged to related party during the year	66,700	161,233
Amount due from related party at year end	46,500	50,481

Krunch UK

Jon Grant (trustee) is an employee (CEO) of Krunch UK and Laura Nott (Chair) is also a trustee	2024 £	2023 £
Grants paid to related party during the year	77,667	51,058

African Speaking French Community Support

Jacques Matensi-Kubanza (trustee) is a trustee (chairman) of African Speaking French Community Support	2024 £	2023 £
Grants paid to related party during the year	21,500	5,000

Ideal for All Limited

Khatija Patel (trustee) is an employee (CEO) of Ideal for All Limited	2024 £	2023 £
Grants paid to related party during the year	30,874	5,266

Smethwick Church Action Network

Amy Allan (trustee) is an employee (Project Development Manager) of Smethwick Church Action Network	2024 £	2023 £
Grants paid to related party during the year	650	35,559

Black Country YMCA

Luke Tyler (trustee) is an employee (Head of Health and Wellbeing Services) of Black Country YMCA	2024	2023
Grants paid to related party during the year	3,000	-

Sandwell Young Carers

Geoff Foster (trustee) is a trustee of Sandwell Young Carers	2024	2023
Grants paid to related party during the year	43,614	-

SANDWELL COUNCIL OF VOLUNTARY ORGANISATIONS (S.C.V.O.)

England & Wales - Charity number 1071514

Accounts

S.C.V.O.

**Annual Report and Financial Statements
Year ended 31 March 2023**

Charity number: 1071514

Company number: 03570517

**Feltons
Chartered Accountants**

**Birmingham
B1 3JR**

S.C.V.O.

(A company Limited by Guarantee)

**Report and financial statements
Year ended 31 March 2023**

Contents	Page
Reference and administrative details	1
Report of the trustees	2
Independent auditor's report on the financial statements	14
Statement of financial activities incorporating income & expenditure account	18
Balance sheet	19
Cash flow statement	20
Notes forming part of the financial statements, incorporating :	
Statement of accounting policies	21
Other notes to the financial statements	24

S.C.V.O.
(A company limited by guarantee)

Year ended 31 March 2023

Reference and Administrative Details

Trustees	Geoffrey Foster (Chair) Jatinder Basi Claire Dale Jon Grant Mohammed Loan Jacques Matensi-Kubanza Rachel McFee Laura Nott Khatija Patel Luke Tyler Andrew Watson Amy Janine Allan (appointed: 10/11/22)	
Key management personnel	Mark Davis - Chief Executive Officer Stuart Ashmore - Deputy Chief Executive Officer Sajida Carr - Director of Operations and Development Parminder Dosanjh - Creative Director	
Principal office and Solicitors	1 st Floor Landchard House West Bromwich Birmingham B70 8ER	
Charity number	1071514	
Company registration number	03570517	
Independent auditor	Feltons 8 Sovereign Court 8 Graham Street Birmingham B1 3JR	
Bankers	Lloyds Bank Plc. 65 Capehill Smethwick B66 4SF	CAF Bank Ltd 25 Kings Hill Ave Kent ME19 4JQ

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2023

The Trustees present their report and the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Our purposes and activities

The purposes of the charity are:

- For SCVO and the voluntary sector to have a major influence on the development and implementation of key local strategies.
- To strengthen SCVO's role in existing strategic partnerships and to be proactive in developing new ones.
- To provide an effective voice for the voluntary and community sector at local, regional and national levels.
- To support and provide high quality, accessible organisational development services to Sandwell's voluntary and community sector through appropriate mechanisms.
- To develop the appropriate mechanisms to create an effective funding facility for the sector.
- To diversify SCVO's funding arrangements through an effective funding strategy.

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

The strategies employed to achieve the charity's aims and objectives are to:

- bring together local voluntary and community groups to promote and develop the effectiveness of local voluntary action.
- raise the quality of, and provide a wide range of services, information, advice and support to the voluntary and community sector.
- act as a channel for local groups to voice their opinions on local, regional and national issues and policy.
- raise the quality of and provide a wide range of services, information, advice and support to the voluntary and community sector.
- identify real needs and develop services/ initiatives to meet these needs.
- actively support the development of new and emerging groups and organisations.
- contribute to bringing about positive change in Sandwell to achieve sustainable economic regeneration.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2023

Putting these strategies into action we have 5 major areas of activity which are outlined below:

1 - Strategic Representation & Network Development

SCVO's core activities can be broadly classified as Capacity Building: the provision of management and development support for voluntary organisations, committees and groups; and Strategic Engagement activities which facilitate engagement between local groups and various statutory bodies.

Representation and Partnership Working:

SCVO brings together networks of organisations with common interests and represents their views on strategic partnerships. During 2022/23 this work included activities across the whole spectrum of strategic for a including numerous meetings held with elected members, Cabinet Members and local senior officers, as well as formal partnership boards such as the Safer Sandwell Partnership, the Sandwell Safeguarding Adults Board, the Sandwell Health and Care Partnership Board and the Sandwell Health and Wellbeing Board. SCVO also undertook to facilitate intra-sector meetings which built bonds and developed partnership links between local groups.

VCS Forums:

Funding received from Sandwell MBC for the period 2022/23 enabled SCVO to maintain and develop strategic forums in key thematic areas where the voluntary sector have important strategic and delivery contributions to make. The funding also made provision for the development of closer working ties between Sector organisations and commissioners, including conversations on service design.

There were four distinct elements to this funding:-

1. Health and Social Care Forum
A bi-monthly Forum which brings together voluntary sector providers of health and social care services with key partners in strategic dialogue
2. Children and Young Peoples' Forum
A bi-monthly Forum which brings together voluntary sector providers of support to children, young people and families with key partners in strategic dialogue
3. VCS Leaders Forum and VCS Leaders Forum Executive Group
Bringing Sector Leaders together with senior council officers, elected members, MPs, business representatives and health leaders for cross-cutting strategic dialogue about issues that matter in Sandwell where the voluntary sector can make a greater difference.

VCS Briefings

Provision of engagement events bringing together voluntary sector providers and relevant commissioners, including discussions on commissioning processes and service design.

Sandwell Early Help Partnership:

SCVO continued to build and co-ordinate the Sandwell Early Help Partnership, bringing together universal providers to deliver early interventions to children, young people and families. Partners are drawn from a range of organisations and sectors including schools, health settings, voluntary and community organisations, Sandwell Police, Sandwell Council Children's Services, and Sandwell Children's Trust. The Partnership creates opportunities to build relationships, confidence and strengthen networks between support providers through members' events, conferences and local meetings.

The Partnership also facilitates the promotion of local services and activities to the general public through face-to-face activity and the Sandwell Family Life website. During 2022/23 development of

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2023

the Sandwell Early Help website continued; providing practitioners and volunteers with information, resources, training opportunities and access to our targeted support portal.

2 - Sector Development

General Development Support:

This work includes providing organisations with information on Charity and Company Law and Governance, supporting the start-up of community groups, helping with the development of policies and procedures, facilitating project and business planning processes, and assisting with work towards quality assurance.

Fundraising Support:

Services include one-to-one support helping voluntary sector organisations to identify funders, trusts and grant-making bodies, supporting in the preparation of funding applications, assisting in development of fundraising strategies and with long-term sustainability. The team also produces a bi-weekly funding digest as well as providing a range of funding workshops and training events including regular 'Meet the Funder' events. SCVO continue to proactively engage a number of important grant funders with a view to growing knowledge of funding opportunities and increasing the amount of external funding secured by Sandwell organisations.

Volunteering and Community Participation:

SCVO continued to develop a broad offer of support around volunteering for local organisations during 2022/23, entailing a number of distinct activities. These included: promotion and growth of the 'Let's Go...' website, advertising local volunteering opportunities; convening of the quarterly Volunteer Co-ordinators' Forum for building partnerships, offering peer support and sharing experiences; provision of information, guidance and training for organisations on volunteering best practice; and regular social media campaigns which helped to advocate and promote to local residents the value of getting involved in their community. This year for the first time around 30 organisations joined our 'roadshow' to each of the six towns during National Volunteers' Week, promoting the value of getting involved to approximately 250 visiting residents.

SCVO+

During 2022/23 SCVO continued to deliver ad hoc services for local organisations requiring more intensive and bespoke support on a chargeable basis. The principal areas of support were chargeable consultancy services, the convening of briefing and training events, and utilisation of SCVO meeting rooms and website on a paid-for basis.

3 - Information and Communication

Information Services:

SCVO's regular email bulletins are vital tools through which the sector can be kept abreast of news, information, legislative changes, strategic and policy developments and capacity-building opportunities in the local, regional and national arenas. SCVO has six websites:-

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2023

- SCVO's corporate website - www.scvo.info - this provides information on SCVO news and services.
- The Sandwell VCS Database - www.sandwellvcs.info - this provides information on the voluntary and community sector, listing over 1,000 local community groups and organisations.
- The Route2wellbeing portal - www.route2wellbeing.info - this established website, delivered through a long-term partnership with local health commissioners, provides health professionals, local community and voluntary groups and the general public with information about support services in proximity to their own location.
- The Sandwell Family Life portal - www.sandwellfamilylife.info - is a website providing information to children, young people and family practitioners as well as the general public on activities and support near where they live or work. This website is a key tool to support the work of the Sandwell Early Help Partnership.
- Sandwell Early Help portal – www.sandwellearlyhelp.info – was launched in March 2022 as an information and resource hub for practitioners and all those working to support children, young people and families in Sandwell. It includes a searchable directory of referral-only targeted support services available in Sandwell, complementing the range of universal activities open to all families which are found on the Sandwell Family Life website.
- The Let's Go website – www.letsgosandwell.info - provides a borough-wide platform for local voluntary organisations and other public service bodies to showcase and advertise their opportunities by which residents and volunteer their time and play a more active role within the community.

4 - Grant-giving

Vision 2030 Grant Programme

During 2022/23 SCVO received funding from Sandwell Council to deliver a small grants programme for the voluntary sector, which aimed to fund community activity contributing to the ambitions contained within the borough's 'Vision 2030'.

The programme had three priorities: Building Social Connections (focusing on tackling loneliness), Youth Activities (tackling isolation/loneliness amongst young people) and Healthy Lifestyles (promoting/supporting healthy living). Grants were made up to a total of £5,000 with this funding available to organisations over a 2-year period.

Additional to the main grant priorities, extra funds were secured during this year to expand the Vision 2030 programme through new focused strands of activity:-

- Food Pantry Development Grants – small grants to enable VCS organisations to support the Sandwell Food Pantry Development Plan
- Covid Vaccination Grants – small grants to organisations promoting Covid-19 vaccination take-up within different locations and communities in Sandwell and supporting organisations to re-engage with their communities in delivering post-covid activities.
- Climate change – small grants to support the community response to climate change in Sandwell
- Community Mental Health – small grants that focus on the area of promoting positive community mental health.
- Warm Spaces – small grants to support the provision of a network of community 'warm spaces' during colder weather, accessible to all members of the community

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2023

Sandwell Emotional Wellbeing Grant Programme:

In recognition of the adverse impact that the Covid pandemic has had on children and young people in the borough, Sandwell Council invited SCVO to lead on a grant programme to resource local youth charities to provide emotional wellbeing support to affected young people. Utilising £1million of Covid Recovery funds, SCVO launched this grant programme in May 2021. Through 2021/22 a wide range of support was delivered by local youth-focused voluntary organisations, including one-to-one mentoring, drop-in sessions, school-based support and counselling. The aims of the programme were as follows:-

- To make available to all school aged children in Sandwell support that enables them to address challenges with their emotional well-being and mental health, and to develop personal strategies that build confidence and resilience.
- To target those children and young people who are identified as requiring additional support or access to specialist services where such support is currently not provided.
- To provide support for children and young people identified as being impacted by domestic abuse, including family support where possible.
- To deliver immediate support in light of an expected surge in demand from May 2021 and to scale up, develop, test and refine the model during.

This programme continued to be delivered through 2022/23, and was extended with the investment of a further £490,000 of Covid Recovery funding. 'Phase 2' of the programme began in January 2023, and by 31st March 2022 over 2,000 young people had been supported by projects delivered by 14 charities and community organisations in Sandwell.

Building Community Resilience in Sandwell:

During 2022/23 SCVO continued to work with national funder the Esmée Fairbairn Foundation to deliver a programme of support for Sandwell's communities. This entailed a range of resident engagement activities delivered through local community anchor organisations, most of which were delivered online due to the Covid-19 pandemic lockdown. This activity worked alongside a devolved grants programme for Sandwell which focused on new ways of building capability and confidence amongst the most vulnerable and marginalised in our local communities and on growing community resilience.

5 - Project Hosting

Creative People and Places:

The Arts Council's Creative People and Places (CPP) programme aims to help more people to experience and be inspired by the arts, irrespective of where they live or their social, educational or financial circumstances.

This funding focuses investment in parts of the country where people's involvement in the arts is significantly below the national average, with the aim of increasing the likelihood of participation. This investment will encourage long-term collaborations between local communities and arts organisations, museums, libraries and other partners such as local authorities and the private sector. It aims to empower them to experiment with new and radically different approaches and to develop inspiring, sustainable arts programmes that will engage audiences in those communities. In May 2014, Black Country Together CIC was successful in securing £2M of Creative People and Places funding to deliver the programme across the areas of Sandwell, Walsall and Wolverhampton. SCVO were asked by Black Country Together CIC to lead this work, and since September 2014 have hosted a team to work across the three boroughs, as well as supporting engagement with local communities, through our core staff, to develop new arts and cultural initiatives in Sandwell.

The initial funding was followed by successful bids for a second and then third phase of funding, plus expansion of Creative Black Country activity into Dudley, delivery of which began in November 2019.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2023

Following a strategic review and re-focusing of the shape and priorities of the Creative Black Country team in early 2021, Black Country Together CIC were successful in securing National Portfolio Organisation CPP funding in December 2021. This funding will ensure Creative Black Country continues to deliver and develop its community-based activities for a further three years from April 2022.

Volunteering Futures

Culture Central, in partnership with Birmingham Museums Trust, SCVO through its Creative Black Country programme, Stoke Creates and Open Theatre are working together to deliver a regional and place-based, volunteering and development programme. This will focus on areas of low engagement and with those who experience barriers, prioritising social interaction, purpose, skills, well-being and building social capital to create change. The programme will also work across the region to support volunteers and organisations to make the most of volunteering opportunities, including working with the Birmingham 2022 Commonwealth Games to build on their inclusive volunteering programme.

The Volunteering Futures Fund was launched in 2022 and is being distributed by Arts Council England. It aims to break down barriers to volunteering and enable organisations across the arts, culture, sport, civil society, youth and heritage sectors to continue their valuable work within local communities whilst volunteers enjoy the personal benefits of making a difference.

Those benefitting most from the funding include young people and people with disabilities. Colleges, local councils, schools, health and wellbeing organisations are also among the recipients of the Fund.

Arts Council England have awarded these organisations in order to respond to demand from a wide range of beneficiaries, such as from those who may be experiencing loneliness or social isolation, to young people in the LGBTQ community, people with learning difficulties and complex needs.

Within the Black Country the focus is on the following :

- Increasing the number and range of quality volunteering opportunities in arts and cultural organisations, and making more people aware of them
- Opening the doors to people who may face barriers to volunteering and making it possible for them to get involved. This includes three key groups in the Black Country: 18-24-year-olds, D/deaf/hearing impaired communities, and those who are isolated; but the project is happy to hear from anyone interested in volunteering who is 18 years of age or over.
- Giving Arts and Cultural organisations the knowledge, skills, and resources to manage a quality and engaging volunteer experience now and in the future.

Big Local Grace Mary to Lion Farm:

The Grace Mary to Lion Farm (GM2LF) Big Local area is within the borough of Sandwell in the West Midlands. It covers 5 separate natural neighbourhoods, crossing the boundary of three council wards and two parliamentary constituencies. Within this area, the 'Big Local' lottery fund, in dialogue with local VCS organisations and residents, has committed a £1 million investment in the area. The area's 'Big Plan' reflects the needs and aspirations of local residents in using the funding to bring about lasting change within the community over a 10-year period (which is due to 'spend out' by March 2026).

Since 2014/15, SCVO has taken on the role of accountable body for the GM2LF partnership as the 'Local Trusted Organisation', which it continues to perform as the activities within the Big Local Plan are delivered. This role entails liaison with Local Trust (the funding awarding body) on behalf of GM2LF, financial management of funds and support of the Partnership Board.

Communities in Sync:

Following work by SCVO since 2015 to bring together a number of local VCS health and social care organisations to explore more effective collaboration, and the provision of development support, the

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2023

Communities in Sync consortium was formed in late 2016 as an independent Community Benefit Society. Its aim is to deliver a vision: 'To improve people's health, well-being and quality of life, and address social disadvantage, isolation and vulnerability, by bringing together the diversity and expertise of the Voluntary and Community Sector'. During 2019/20, following investment by external funders, Communities in Sync approached SCVO to provide to provide Secretariat services for the company as it forms and establishes itself in Sandwell. This support has continued into and throughout 2022/23.

Active Black Country – Commonwealth Active Communities

Active Black Country and partners were successful in gaining funding from Sport England's Commonwealth Active Communities Fund (CAC), using the 2022 Commonwealth Games to act as a catalyst to drive transformational change. The funding assists the Black Country to increase activity levels across the least active, support good mental and physical health and reduce inequalities in activity levels.

SCVO continued its partnership working with Active Black Country by hosting (on behalf of Black Country Together CIC) a Community Connector to focus CAC delivery in target wards across Sandwell, and with the (former Commonwealth Games) Aquatics Centre at the heart of activities.

Achievements and Performance

- SCVO produced 50 e-bulletins to keep the VCS informed of local, regional and national policy, events and information of relevance to their development and activities.
- SCVO ran a number of online workshops, including informal 'Trustee Chat' sessions in partnership with Dudley CVS, an 'Introduction to Project Planning' and an 'Introduction to Fundraising Applications'.
- A range of face-to-face and virtual network meetings brought people together around key issues and themes:-
 - VCS Children and Young People Forum meetings
 - VCS Health and Social Care Forum meetings
 - VCS Leaders' Forum meetings and Leaders Forum Executive Group
 - Volunteer Co-ordinators Forum
 - Briefing events and workshops focused on 'UK Shared Prosperity Fund', 'New Midland Metropolitan University Hospital', 'Introduction to the Voluntary Sector' and the 'Sandwell Community Safety Strategy'.

In addition to this SCVO:

- Supported over 214 groups/organisations with general development support – including fundraising, governance, planning, financial management, networking and quality standards;
- Helped secure over £2.9million worth of external funding for Sandwell voluntary organisations;
- Delivered the 'Vision 2030' grants programme encouraging local community organisations to deliver activities that offer improved wellbeing and social connections for residents. Activity spanned the themes of mental health support, investment in food pantries, activities to address climate change at a local level, and 'warm spaces' for those residents who were impacted significantly by the cost of living crisis in autumn/ winter 2022
- Continued delivery of our partnership with the Esmee Fairbairn Foundation focusing on improving community resilience in Sandwell through the 'BOUNCE' community engagement programme and the 'EPIC' community grants initiative.
- Continued to develop the Emotional Wellbeing Grant Programme to fund support which helps young people manage their emotional and mental health following the Covid pandemic
- Over £750,000 in total made to the voluntary sector through 148 grant awards

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2023

Financial review

The financial results of S.C.V.O are detailed in the following pages. It is considered that the finances are sound and well established. The principal funding source is from donations and grants. All expenditure of this income is planned to fulfil the objectives and strategies of the charity. During the year ended 31 March 2023 total resources expended were £1,852,777 (2022: £1,543,683) and the surplus of income over expenditure was £35,072 (2022: £32,997) which included depreciation of £866 (2022: £649).

Investment powers and policy

The trustees having regard to liquidity requirements of the charity and to the reserves policy as described in the trustees report have operated a policy of keeping available funds in an interest-bearing deposit account with CAF, a 95 day notice account with Redwood Bank and a high interest account with Cambridge and Counties Bank.

Reserves policy and going concern

The Board of Directors have reviewed the Charity's needs for reserves in line with the guidance issued by the Charity Commission. The Board believes that the Charity should hold financial reserves because it is entirely dependent for its income upon short and medium-term grants from a limited number of funding bodies. These grants are inevitably subject to fluctuation and delay. The Charity requires protection against these uncertainties, and the ability to continue operating despite gaps in funding income. An "Emergency Operating Reserve" provides a safeguard for the Charity's service commitment.

It is the intention of SCVO Board to maintain the long-term sustainability of SCVO by holding sufficient financial reserves to ensure that:-

- The organisation can demonstrate resilience during periods of unforeseen difficulty, for example, due to unexpected demands on its funds.
- Unforeseen day-to-day operational costs such as employing staff to cover long-term sickness absence can be met.
- Funds are available to maintain staff during a gap between the end of one funding stream and the beginning of another.
- Planned commitments that cannot be met by future income alone, for example major asset purchase or match-funding requirements, can be met.

Cash flow for the organisation can be maintained where funding regimes fail to provide cash in advance of expenditure.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2023

This policy operates under the assumption that the requirements of SCVO's Finance Policy are fully adhered to and that a proportion of reserves be maintained in a readily realisable form.

The calculation of the required level of reserves is an integral part of the organisation's planning, budget and forecast cycle and the reserve figure is recognized as a dynamic function of a set of changing financial commitments. Accordingly, the reserve level is maintained using the following formula:-

- Staffing costs - 6 months salaries plus redundancy costs for staff within the senior management team; 3 months salaries plus redundancy costs for all other staff.
- Premises and Business Support - 6 months of budgeted overheads of indirect costs (excluding staffing).
- Contracted Expenditure - full provision to be made for the remaining value of existing contractual commitments.
- Contingencies - to cover depreciation and renewal of key assets, and operational contingencies such as staff cover, eg for maternity or long-term sickness.

The Board of Directors continue to work hard to ensure the business plan for the organisation drives the organisation forward in terms of fulfilling its aims and objectives. The Board hold the belief that it is vital to meet the outcomes proposed in the business plan and therefore recognises the need for some of the remaining reserves to be used to meet any shortfalls arising from this process. The prudent investment of some of the organisation's reserves in future years will ensure that SCVO is a dynamic and vibrant organisation empowered to support its diverse membership in Sandwell, providing greater capacity for strategic engagement activity that is not currently funded.

Plans for future periods

Strategy Statement

As a local charity committed to the best deal for Sandwell residents, SCVO works across our voluntary and community sector (VCS) to help charitable organisations develop support that makes people's lives better, offers practical help for those in times of greatest need, and enhances people's prospects for the future.

SCVO brings a local VCS membership together and works with our strategic partners and our Sector to create an environment where residents and communities have the confidence, capability and support to respond as local needs emerge.

SCVO promotes ways of accessing this support for all, including how organisations can work better together, and champions the potential of our Sector to develop effective home-grown responses to some of Sandwell's local challenges.

Strategic Aims

1. A strong and responsive Voluntary and Community Sector - Working with VCS providers to develop a sector offer which is as inclusive, effective and environmentally sustainable as possible
2. Enabling access to support for all Sandwell residents - Increasing access to services and activities which help residents to make the best of life
3. Making the most of what Sandwell has - Transforming the quality of life and wellbeing of Sandwell communities by supporting them to use their strengths and assets including people, places, skills and knowledge, resources and diversity

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2023

4. A Clear Voice - Grounding partner engagement and strategic decision-making in everyday reality
5. SCVO Fit for the Future - Building a robust, financially sustainable and stable SCVO

Structure, Governance and Management

Governing document

S.C.V.O. is a company limited by guarantee governed by its Memorandum and Articles of Association dated 14th July 2009 and is registered as a charity with the Charity Commission.

There are currently 528 members, each of whom agrees to contribute £1.00 in the event of the charity winding up. Membership is open to community groups and not-for-profit organisations active within the borough of Sandwell, and individuals who support SCVO's mission and aims.

Appointment of trustees

As set out in the Articles of Association the Chair of the Trustees is elected annually by the Trustees of the charitable organisation following the Annual General Meeting. There are up to 16 Trustees, 10 of whom are elected by the AGM. The existing Trustees have the power to co-opt up to 6 additional trustees to fill vacancies. Co-opted Trustees may serve for a period as determined by the Board up to three years.

All Members are circulated with invitations to nominate trustees prior to the AGM advising them of the retiring Trustees and requesting nominations for the AGM. When considering co-opting trustees, the Board has regard to the requirement for any specialist skills needed.

Trustee induction and training

New trustees are briefed on their legal obligations under charity and company law and the Charity Commission guidance on public benefit, and are informed of the content of the Memorandum and Articles of Association, the committee and decision-making processes, the business plan and the recent financial performance of the charity. During the induction they meet key employees and other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Organisation

The Board of Trustees, which can have up to 16 members, administers the Charity. The Board meetings are held bi-monthly and there are sub-committees which meet either bi-monthly or as and when required to cover governance matters in greater detail.

A Chief Executive Officer is appointed by the Trustees to manage the day-to-day operations of the charity. To facilitate effective operations, the Chief Executive has delegated authority, within terms of delegation approved by the Trustees, for operational matters including finance, employment and other related activities.

Related parties and co-operation with other organisations

None of our trustees receive remuneration or other benefits from their work with the charity. Any connection between a trustee or senior manager of the charity with a client or supplier must be disclosed to the full Board of Trustees in the same way as any other contractual relationship with a related party. The Charity has a close relationship with sub-regional and regional CVSs through joint collaboration

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2023

establishing strategies and long term aims for the benefit of the voluntary and community sectors within the Borough. Funding is provided by various sources for the capacity building of the VCS and to aid sector sustainability. SCVO is affiliated to the following: National Association for Voluntary and Community Action (NAVCA), the National Council for Voluntary Organisations (NCVO) and the Association of Chief Executives of Voluntary Organisations (ACEVO). On 31st January 2013 SCVO became one of four members managing Black Country Together CIC, an associated company which is joint-owned with Dudley Council for Voluntary Services, One Walsall and Wolverhampton Voluntary and Community Action. Black Country Together CIC is a company established to enable the Voluntary and Community Sector in the sub-region to access funding opportunities across borough boundaries that might otherwise be out of reach for them.

Pay policy for senior staff

The board of directors, who are the Charity's trustees, and the senior management team together comprise the key management personnel of the charity in charge of directing and operating the organisation on a day to day basis. No director received remuneration in the year and details of directors' expenses and related party transactions are disclosed in note 17 to the accounts.

Risk management

The trustees have a risk management policy which comprises:

- periodic review of the principal risks and uncertainties that the charity faces;
- the establishment of systems and procedures to mitigate those risks identified in the review; and
- the implementation of procedures designed to mitigate or manage any potential impact on the charity should those risks materialise.

Internal control risk is the risk of financial mismanagement and possible fraudulent activity. These risks are minimised in SCVO with the operation of robust financial controls, policies and procedures to safeguard the charity's assets and this is supplemented with an effective credit control system to preserve cash flow. The major external financial risk to SCVO continues to be financial sustainability particularly in the prevailing economic climate. A key element in the management of short-term funding risk in the charity is a reviewed Reserves Policy with a designated operating reserve in SCVO. Continued development of the Strategic Plan allows for the diversification of funding and activities.

Banking arrangements with Lloyds Bank Plc, CAF Bank and a Nationwide account continue to be reviewed to ensure the safe management of funds and levels of service. There is a 5-year fixed rate bond account with Cambridge and Counties Bank. Hard core funds are deposited in a CAF Gold Bank Account, Redwood Bank 95 Day Account and in a 30 Day Platinum Account.

Attention has also been focused on non-financial risks in terms of adopting procedures to ensure legislative compliance with health and safety of staff, clients and visitors, employment law and equal opportunities. In common with other organisations SCVO has a high level of dependency on the specialism of key staff and there is a risk of replacing those key members should they decide to leave or through illness. Skills development in terms of shared knowledge throughout the workforce and SCVO's links with external consultants mitigate some degree of this risk.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2023

Trustees' responsibilities in relation to the financial statements

The charity trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 that disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By order of the board of trustees


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Geoffrey Foster
Chair

14 September 2023

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)**

Opinion

We have audited the financial statements of S.C.V.O. (A Company Limited by Guarantee) for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including 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 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements :

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2023, and of its 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

Other information (continued)

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

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 trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, 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.
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities statement (set out on page 13), 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

Auditor's 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 an auditor's report 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- We reviewed the company's control and risk management procedures and planned our work based on our assessment of those controls and procedures;
- This review included an assessment of the risk of material misstatement due to errors, fraud and management override of controls for all material areas in the financial statements;
- We made enquiries of management and the company's lawyers regarding any actual or potential litigation and/or claims;
- Financial statements disclosures were reviewed and checked for compliance with applicable laws;
- Detailed testing was conducted on balances and transactions including unusual items and those of individual significance to the financial statements;
- Data analytics were used in order to identify unusual or significant trends;
- Communications with management and those charged with governance regarding relevant matters was undertaken throughout the audit and on completion.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 auditor's report.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David W Farnsworth FCA (Senior Statutory Auditor)

For and on behalf of Feltons, Statutory Auditor
8 Sovereign Court
8 Graham Street
Birmingham B1 3JR

20 November 2023

S.C.V.O.
(A Company Limited by Guarantee)
Company number : 03570517 Charity number : 1071514

Statement of financial activities (including income and expenditure account)
for the year ended 31 March 2023

	Notes	Unrestricted funds £	Designated fund £	Restricted funds £	Total 2023 £	Total 2022 £
Income						
<i>Income from charitable activities:</i>						
Income from charitable activities		164,374	-	1,708,645	1,873,019	1,573,111
<i>Income from trading activities:</i>						
Commercial operations		1,575	-	-	1,575	2,025
Investment income	2	12,655	-	-	12,655	1,544
Total income		178,604	-	1,708,645	1,887,249	1,576,680
Expenditure						
<i>Charitable activities:</i>						
Operational and support costs	3	78,706	-	1,773,471	1,852,177	1,543,683
Total expenditure		78,706	-	1,773,471	1,852,177	1,543,683
Net income/(expenditure) before transfers		99,898	-	(64,826)	35,072	32,997
Gross transfers between funds	12	(27,088)	(37,738)	64,826	-	-
Net movement in funds		72,810	(37,738)	-	35,072	32,997
Reconciliation of funds						
Total funds brought forward	12	312,182	113,437	-	425,619	392,622
Total funds carried forward		384,992	75,699	-	460,691	425,619

All of the charity's activities derive from continuing operations during the above two financial periods.

S.C.V.O.

(A Company Limited by Guarantee)

Company number : 03570517 Charity number : 1071514

Balance sheet as at 31 March 2023

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Tangible assets	8		1,247		2,113
Current assets					
Debtors	9	264,951		315,569	
Cash at bank and in hand		<u>1,738,363</u>		<u>1,968,185</u>	
		2,003,314		2,283,754	
Creditors: amounts falling due within one year	10	<u>1,543,870</u>		<u>1,860,248</u>	
Net current assets			459,444		423,506
Net assets			<u>460,691</u>		<u>425,619</u>
Funds of the charity :					
Restricted funds					
General fund	12		-		-
Unrestricted funds					
General fund	12	384,992		312,182	
Designated funds	12	<u>75,699</u>		<u>113,437</u>	
			460,691		425,619
Total funds			<u>460,691</u>		<u>425,619</u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The notes on pages 21 to 29 form part of these accounts.

The financial statements were approved and authorised for issue by the Trustees on 14 September 2023 and signed on their behalf by :


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Geoffrey Foster (Chair)

S.C.V.O.
(A Company Limited by Guarantee)

Statement of cash flows
for the year ended 31 March 2023

	Notes	2023 £	2022 £
Cash flow from operating activities	15	(242,477)	810,865
Cash flow from investing activities			
Payments to acquire tangible fixed assets		-	(1,054)
Interest received		12,655	1,544
Net cash flow from investing activities		<u>12,655</u>	<u>490</u>
Net increase in cash and cash equivalents		<u>(229,822)</u>	<u>811,355</u>
Cash and cash equivalents at 1 April 2022		1,968,185	1,156,830
Cash and cash equivalents at 31 March 2023		<u>1,738,363</u>	<u>1,968,185</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2023

1. Accounting policies

a) Basis of preparation

S.C.V.O. is a charitable company, limited by guarantee, registered in England and Wales. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The company's registered number and registered office can be found on the reference and administrative details page.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the charity. The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

b) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for a period of 12 months from the date of authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

c) Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

• **Grants receivable**

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the balance sheet. Where income is received in advance of entitlement of receipt its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income from grants are recognised at fair value when the charity has entitlement after any performance condition have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

• **Donations**

Donations are recognised on a receivable basis where there is certainty of receipt and the amount can be reliably measured. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

• **Donated services and gifts in kind**

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2023 (continued)

1. Accounting policies (continued)

c) Income recognition (continued)

- **Gifts in kind**
Fixed asset gifts in kind are recognised when receivable and are included at fair value. They are not deferred over the life of the asset.
- **Interest receivable**
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.
- **Other income**
Other income, including the hire of facilities, is recognised in the period it is receivable and to the extent the goods have been provided or on completion of the service.

d) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- **Costs of generating funds**
These are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.
- **Charitable activities**
These are costs incurred in activities undertaken to further the purposes of the charity and their associated support costs.
- **Governance costs**
These include the costs attributable to the trust's compliance with constitutional and statutory requirements, including independent examination, strategic management and trustees' meetings and reimbursed expenses.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

e) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the trust's work or for specific artistic projects being undertaken by the trust.

f) Allocation of support costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs and administrative payroll costs. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 4.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2023 (continued)

1. Accounting policies (continued)

g) Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Fixtures and fittings	- 25% per annum on a straight line basis
Office equipment	- 25% per annum on a straight line basis

h) Debtors

Operational 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.

i) Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

j) Liabilities

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

k) Operating leases

Rentals payable under operating leases are charged to the SoFA on a straight line basis over the period of the lease.

l) Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

m) Pension benefits

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

n) Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no critical accounting estimates or areas of judgement.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2023 (continued)

2. Investment income

	Unrestricted funds £	Restricted funds £	Total 2023 £	Total 2022 £
Deposit account interest	12,655	-	12,655	1,544
	12,655	-	12,655	1,544

3. Expenditure on charitable activities

	Strategic representation £	Development services £	Commercial activities £	Total 2023 £	Total 2022 £
Operational and support costs					
Staff costs	335,272	54,006	30,633	419,911	384,848
Project costs	-	1,345,984	-	1,345,984	1,067,319
Support costs (see note 4)	33,806	41,854	3,019	78,679	85,218
Governance costs (see note 4)	7,603	-	-	7,603	6,298
	376,681	1,441,844	33,652	1,852,177	1,543,683

Total expenditure on charitable activities was £1,852,177 (2022 - £1,543,683) of which £78,706 (2022 - £90,546) was unrestricted and £1,773,471 (2022 - £1,453,137) was restricted.

4. Analysis of support and governance costs

	General support £	Governance function £	Total 2023 £	Total 2022 £
Training and recruitment	983	-	983	2,725
Insurance	2,705	-	2,705	2,555
General office costs	55,216	-	55,216	60,574
Auditor's remuneration	-	4,950	4,950	4,230
Accountancy services	12,832	-	12,832	12,698
Legal and other professional	3,927	-	3,927	2,902
Bank charges	114	-	114	97
Other support costs	2,902	2,653	5,555	5,735
	78,679	7,603	86,282	91,516

The allocation of general support and governance costs is based upon Strategic, Development and Commercial income as a percentage of total income received.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2023 (continued)

5. Net income/(expenditure) for the year

Net income / (expenditure) is stated after charging:

	Total 2023 £	Total 2022 £
Depreciation of tangible fixed assets	866	649
Operating lease rentals		
Premises	28,000	27,865
Office equipment	579	1,158
Auditor's remuneration	<u>4,950</u>	<u>4,230</u>

6. Trustees and key management personnel remuneration and expenses

The trustees neither received nor waived any remuneration during the year (2022 - £nil) neither were they reimbursed expenses during the year (2022 - £nil).

The Trust considers its key management personnel comprise Chief Executive Officer, Deputy Chief Executive Officer, Director of Operations & Development and Creative Director. The total amount of employee benefits received by key management personnel was £195,874 (2022 - £184,943).

7. Analysis of staff costs and numbers

Staff costs :

	Total 2023 £	Total 2022 £
Wages and salaries	362,130	338,600
Social security costs	37,424	32,356
Pension costs	<u>20,357</u>	<u>13,892</u>
	<u>419,911</u>	<u>384,848</u>

No employees received total employee benefits of more than £60,000.

Staff numbers :

The average monthly number of employees and full time equivalents during the year was as follows:

	2023 Number	2023 FTE	2022 Number	2022 FTE
Charitable activities	14	12	13	12
Management	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>
	<u>18</u>	<u>16</u>	<u>17</u>	<u>16</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2023 (continued)

8. Tangible fixed assets

	Fixtures & fittings £	Office equipment £	Total £
Cost			
At 1 April 2022 and 31 March 2023	<u>14,696</u>	<u>74,824</u>	<u>89,520</u>
Depreciation			
At 1 April 2022	14,696	72,711	87,407
Charge for the year	-	866	866
At 31 March 2023	<u>14,696</u>	<u>73,577</u>	<u>88,273</u>
Net book values			
At 31 March 2023	<u>-</u>	<u>1,247</u>	<u>1,247</u>
At 31 March 2022	<u>-</u>	<u>2,113</u>	<u>2,113</u>

9. Debtors

	Total 2023 £	Total 2022 £
Debtors from operations	201,082	10,223
Prepayments and accrued income	9,532	15,784
Other debtors	<u>54,337</u>	<u>289,562</u>
	<u>264,951</u>	<u>315,569</u>

10. Creditors - amounts falling due within one year

	Total 2023 £	Total 2022 £
Creditors from operations	29,458	117,969
Accruals and deferred income	1,486,135	1,690,739
GM2LF Big Local	27,120	50,551
Other creditors	<u>1,157</u>	<u>989</u>
	<u>1,543,870</u>	<u>1,860,248</u>

The amount of £27,120 (2022: £50,551) is for funds held on behalf of GM2LF Big Local. The Grace Mary to Lion Farm (GM2LF) Big Local is one of 150 community-led groups throughout England and Wales who have been granted £1million to be spent over 10 years. Big Local is being run by Local Trust, which is working with over £200m from the Big Lottery Fund and a range of partners, providing expert advice and support for residents. SCVO fulfils the role of 'LTO' (Locally Trusted Organisation) for the GM2LF Big Local Partnership. The amount held on behalf of GM2LF at 31 March 2023 is shown as part of the restricted fund in note 13.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2023 (continued)

10. Creditors - amounts falling due within one year (continued)

	Total 2023 £	Total 2022 £
Deferred income		
Deferred income at 1 April 2022	1,679,975	823,040
Resources deferred in the year	845,454	1,313,625
Amounts released from previous years	<u>(1,045,031)</u>	<u>(456,690)</u>
Deferred income at 31 March 2023	<u>1,480,398</u>	<u>1,679,975</u>

At the balance sheet date the charity was holding funds received in advance for services due to be delivered after the year end.

11. Commitments under operating leases

At 31 March 2023 the charity was committed to making the following payments under non-cancellable operating leases :

	Land and buildings		Other	
	Total 2023 £	Total 2022 £	Total 2023 £	Total 2022 £
Within one year	28,000	28,000	579	1,158
Within two to five years inclusive	-	-	-	578
	<u>28,000</u>	<u>28,000</u>	<u>579</u>	<u>1,736</u>

12. Analysis of funds

	Balance at 1 April 2022 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2023 £
Restricted funds					
General fund	-	1,708,645	(1,773,471)	64,826	-
Unrestricted funds					
General fund	312,182	178,604	(78,706)	(27,088)	384,992
Designated fund	113,437	-	-	(37,738)	75,699
	<u>425,619</u>	<u>178,604</u>	<u>(78,706)</u>	<u>(64,826)</u>	<u>460,691</u>
Total funds	<u>425,619</u>	<u>1,887,249</u>	<u>(1,852,177)</u>	<u>-</u>	<u>460,691</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2023 (continued)

12. Analysis of funds (continued)

Name of fund	Description, nature and purpose of fund
Restricted general fund	Money given to the charity where the donor requires that a grant or donation be spent for a specific project.
Unrestricted general fund	The free reserves of the charity which are not designated for particular purposes. Included within this fund is an amount of £270,000 that is allocated to be used for future operating reserves of the charity.
Designated fund	Unrestricted income for which the trustees had formerly designated to be used towards the operating costs of the charity in 2023/24.

13. Analysis of net assets between funds

Fund balances at 31 March 2023 are represented by:

	Unrestricted funds £	Restricted funds £	Total funds £
Tangible fixed assets	1,247	-	1,247
Current assets	1,976,194	27,120	2,003,314
Current liabilities	(1,516,750)	(27,120)	(1,543,870)
Total net assets	460,691	-	460,691

14. Capital commitments

There were no capital commitments at 31 March 2023 nor at 31 March 2022.

15. Reconciliation of net income/(expenditure) to net cash flow from operating activities

	Total 2023 £	Total 2022 £
Net income for the year	35,072	32,997
Depreciation	866	649
Interest receivable	(12,655)	(1,544)
Decrease/(increase) in debtors	50,618	(168,374)
(Decrease)/increase in creditors	(316,378)	947,137
Net cash flow from operating activities	(242,477)	810,865

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2023 (continued)

16. Pension commitments

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £20,357 (2022 - £13,892). There were no outstanding contributions at the end of the financial year (2022 - £nil).

17. Related party transactions

The following related party transactions took place during the period :

Black Country Together CIC

A community interest company in which the charity owns 25% by way of guarantee

Services recharged to related party during the year
 Amount due from related party at year end

2023	2022
£	£
161,233	95,987
<u>50,481</u>	<u>13,375</u>

Krunch UK

Mr Jon Grant (trustee) is an employee (CEO) of Krunch UK

Grants paid to related party during the year

2023	2022
£	£
51,058	5,000

African Speaking French Community Support

Mr Jacques Matensl-Kubanza (trustee) is a trustee (chairman) of African Speaking French Community Support

Grants paid to related party during the year

2023	2022
£	£
5,000	8,550

(OSCAR) Sandwell Company Limited

Rachel McFee (trustee) is an employee (CEO) of (OSCAR) Sandwell Company Limited

Grants paid to related party during the year

2023	2022
£	£
-	4,919

Ideal for All Limited

Khatija Patel (trustee) is an employee (CEO) of Ideal for All Limited

Grants paid to related party during the year

2023	2022
£	£
5,266	4,965

Smethwick Church Action Network

Amy Allan (trustee) is an employee (Project Development Manager) of Smethwick Church Action Network

Grants paid to related party during the year

2023	2022
£	£
35,559	-

SANDWELL COUNCIL OF VOLUNTARY ORGANISATIONS (S.C.V.O.)

England & Wales - Charity number 1071514

Accounts

S.C.V.O.

**Annual Report and Financial Statements
Year ended 31 March 2022**

Charity number: 1071514

Company number: 03570517

**Feltons
Chartered Accountants**

**Birmingham
B1 3JR**

S.C.V.O.

(A company Limited by Guarantee)

Report and financial statements
Year ended 31 March 2022

Contents	Page
Reference and administrative details	1
Report of the trustees	2
Independent auditor's report on the financial statements	13
Statement of financial activities incorporating income & expenditure account	17
Balance sheet	18
Cash flow statement	19
Notes forming part of the financial statements, incorporating :	
Statement of accounting policies	20
Other notes to the financial statements	23

S.C.V.O.
(A company limited by guarantee)

Year ended 31 March 2022

Reference and Administrative Details

Trustees	Geoffrey Foster (Chair) Andrew Ball (Resigned on 21 Oct 2021) Jatinder Basi Claire Dale Vicki Fitzgerald (Resigned on 18 Oct 2021) Jon Grant Mohammed Loan Jacques Matensi-Kubanza Rachel McFee Laura Nott Khatija Patel Luke Tyler Andrew Watson	
Key management personnel	Mark Davis - Chief Executive Officer Stuart Ashmore - Deputy Chief Executive Officer Sajida Carr - Director of Operations and Development Parminder Dosanjh - Creative Director	
Principal office and Solicitors	1 st Floor Landchard House West Bromwich Birmingham B70 8ER	
Charity number	1071514	
Company registration number	03570517	
Independent auditor	Feltons 8 Sovereign Court 8 Graham Street Birmingham B1 3JR	
Bankers	Lloyds Bank Plc. 65 Capehill Smethwick B66 4SF	CAF Bank Ltd 25 Kings Hill Ave Kent ME19 4JQ

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2022

The Trustees present their report and the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Our purposes and activities

The purposes of the charity are:

- For SCVO and the voluntary sector to have a major influence on the development and implementation of key local strategies.
- To strengthen SCVO's role in existing strategic partnerships and to be proactive in developing new ones.
- To provide an effective voice for the voluntary and community sector at local, regional and national levels.
- To support and provide high quality, accessible organisational development services to Sandwell's voluntary and community sector through appropriate mechanisms.
- To develop the appropriate mechanisms to create an effective funding facility for the sector.
- To diversify SCVO's funding arrangements through an effective funding strategy.

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

The strategies employed to achieve the charity's aims and objectives are to:

- bring together local voluntary and community groups to promote and develop the effectiveness of local voluntary action.
- raise the quality of, and provide a wide range of services, information, advice and support to the voluntary and community sector.
- act as a channel for local groups to voice their opinions on local, regional and national issues and policy.
- raise the quality of and provide a wide range of services, information, advice and support to the voluntary and community sector.
- identify real needs and develop services/ initiatives to meet these needs.
- actively support the development of new and emerging groups and organisations.
- contribute to bringing about positive change in Sandwell to achieve sustainable economic regeneration.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2022

Putting these strategies into action we have 6 major areas of activity which are outlined below:-

1 - Strategic Representation & Sector Support

SCVO's core activities can be broadly classified as Capacity Building: the provision of management and development support for voluntary organisations, committees and groups; and Strategic Engagement activities which facilitate engagement between local groups and various statutory bodies.

Fundraising Support:

Services include one-to-one support helping voluntary sector organisations to identify funders, trusts and grant-making bodies, supporting in the preparation of funding applications, assisting in development of fundraising strategies and with long-term sustainability. The team also produces a bi-weekly funding digest as well as providing a range of funding workshops and training events including regular 'Meet the Funder' events. SCVO continue to proactively engage a number of important grant funders with a view to growing knowledge of funding opportunities and increasing the amount of external funding secured by Sandwell organisations.

General Development Support:

This work includes providing organisations with information on Charity and Company Law and Governance, supporting the start-up of community groups, helping with the development of policies and procedures, facilitating project and business planning processes, and assisting with work towards quality assurance.

Representation and Partnership Working:

SCVO brings together networks of organisations with common interests and represents their views on strategic partnerships. During 2021/22 this work included activities across the whole spectrum of strategic fora including numerous meetings held with elected members, Cabinet Members and local senior officers, as well as formal partnership boards such as the Safer Sandwell Partnership, the Sandwell Safeguarding Adults Board, the Sandwell Health and Care Partnership Board and the Sandwell Health and Wellbeing Board. SCVO also undertook to facilitate intra-sector meetings which built bonds and developed partnership links between local groups.

Building Community Resilience in Sandwell:

During 2021/22 SCVO continued to work with national funder the Esmée Fairbairn Foundation to deliver a programme of support for Sandwell's communities. This entailed a range of resident engagement activities delivered through local community anchor organisations, most of which were delivered online due to the Covid-19 pandemic lockdown. This activity worked alongside a devolved grants programme for Sandwell which focused on new ways of building capability and confidence amongst the most vulnerable and marginalised in our local communities and on growing community resilience.

Vision 2030 Grant Programme

During 2021/22 SCVO received funding from Sandwell Council to deliver a small grants programme for the voluntary sector which aimed to fund community activity contributing to the ambitions contained within the borough's Vision 2030.

The programme had three priorities: Building Social Connections (focusing on tackling loneliness), Youth Activities and Healthy Sandwell (helping to develop community 'assets'). Grants were made up to a total of £5,000 with this funding available to organisations over a 2 year period. In response to the Covid-19 pandemic, the grant programme also provided support for initiatives that supported residents and built organisation capacity during the national lockdown.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2022

Additional to the main grant priorities, extra funds were secured during this year to expand the Vision 2030 programme through new focused strands of activity:-

- Food Pantry Development Grants – small grants to enable VCS organisations to support the Sandwell Food Pantry Development Plan
- Mental Health Grants – financial support provided by strategic health partners in the Black Country to enable organisations to extend and sustain their engagement with vulnerable residents during lockdown
- Covid Vaccination Grants – small grants to organisations promoting Covid-19 vaccination take-up within different locations and communities in Sandwell

Sandwell Emotional Wellbeing Grant Programme:

In recognition of the adverse impact that the Covid pandemic has had on children and young people in the borough, Sandwell Council invited SCVO to lead on a grant programme to resource local youth charities to provide emotional wellbeing support to affected young people. Utilising £1million of Covid Recovery funds, SCVO launched this grant programme in May 2021. Through 2021/22 a wide range of support was delivered by 13 local organisations, including one-to-one mentoring, drop-in sessions, school-based support and counselling. The aims of the programme were as follows:-

- To make available to all school aged children in Sandwell support that enables them to address challenges with their emotional well-being and mental health, and to develop personal strategies that build confidence and resilience.
- To target those children and young people who are identified as requiring additional support or access to specialist services where such support is currently not provided.
- To provide support for children and young people identified as being impacted by domestic abuse, including family support where possible.
- To deliver immediate support in light of an expected surge in demand from May 2021 and to scale up, develop, test and refine the model during.

At the close of the year 2021/22 delivery activity was ongoing, with support expected to conclude at the end of 2022.

2 - Sector Development

Volunteering and Community Participation

SCVO continued to develop a broad offer of support around volunteering for local organisations during 2021/22, entailing a number of distinct activities. These included: promotion and growth of the 'Let's Go' website, advertising local volunteering opportunities; convening of the quarterly Volunteer Co-ordinators Forum for building partnerships, offering peer support and sharing experiences; provision of information, guidance and training for organisations on volunteering best practice; and regular social media campaigns which helped to advocate and promote to local residents the value of getting involved in their community.

3 - Information and Communication

Information Services:

SCVO's regular email bulletins are vital tools through which the sector can be kept abreast of news, information, legislative changes, strategic and policy developments and capacity-building opportunities in the local, regional and national arenas. SCVO has six websites:-

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2022

- SCVO's corporate website - www.scvo.info - this provides information on SCVO news and services.
- The Sandwell VCS Database - www.sandwellvcs.info - this provides information on the voluntary and community sector, listing over 1,000 local community groups and organisations.
- The Route2wellbeing portal - www.route2wellbeing.info - this established website, delivered through a long-term partnership with Sandwell and West Birmingham Clinical Commissioning Group, provides health professionals, local community and voluntary groups and the general public with information about support services in proximity to their own location.
- The Sandwell Family Life portal - www.sandwellfamilylife.info - is a website providing information to children, young people and family practitioners as well as the general public on activities and support near where they live or work. This website is a key tool to support the work of the Sandwell Early Help Partnership.
- Sandwell Early Help portal – www.sandwellearlyhelp.info – was launched in March 2022 as an information and resource hub for practitioners and all those working to support children, young people and families in Sandwell. It includes a searchable directory of referral-only targeted support services available in Sandwell, complementing the range of universal activities open to all families which are found on the Sandwell Family Life website.
- The Let's Go website – www.letsqosandwell.info - was launched during 2020/21 to provide a borough-wide platform for local voluntary organisations and other public service bodies to showcase and advertise their opportunities by which residents and volunteer their time and play a more active role within the community.

4 - Network Development

VCS Forums:

Funding received from Sandwell MBC for the period 2021/22 enabled SCVO to maintain and develop strategic forums in key thematic areas where the voluntary sector have important strategic and delivery contributions to make. The funding also made provision for the development of closer working ties between Sector organisations and commissioners, including conversations on service design.

There were four distinct elements to this funding:-

1. Health and Social Care Forum
A bi-monthly Forum which brings together voluntary sector providers of health and social care services with key partners in strategic dialogue
2. Children and Young Peoples' Forum
A bi-monthly Forum which brings together voluntary sector providers of support to children, young people and families with key partners in strategic dialogue
3. VCS Leaders Forum and VCS Leaders Forum Executive Group
Bringing Sector Leaders together with senior council officers, elected members, MPs, business representatives and health leaders for cross-cutting strategic dialogue about issues that matter in Sandwell where the voluntary sector can make a greater difference.
4. VCS Briefings
Provision of engagement events bringing together voluntary sector providers and relevant commissioners, including discussions on commissioning processes and service design.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2022

Sandwell Early Help Partnership:

SCVO continued to build and co-ordinate the Sandwell Early Help Partnership, bringing together universal providers to deliver early interventions to children, young people and families. Partners are drawn from a range of organisations and sectors including schools, health settings, voluntary and community organisations, Sandwell Police and Fire, Sandwell Council Children's Services, and Sandwell Children's Trust. The Partnership creates opportunities to build relationships and strengthen networks between support providers through members' events, conferences and local meetings.

The Partnerships also facilitates the promotion of local services and activities to the general public through face-to-face activity and the Sandwell Family Life website. During 2021/22 the Partnership led on a refresh of the Sandwell Early Help Strategy and launched a new 'Sandwell Early Help' website for local children and family practitioners.

5 - Project Hosting

Creative People and Places:

The Arts Council's Creative People and Places (CPP) programme aims to help more people to experience and be inspired by the arts, irrespective of where they live or their social, educational or financial circumstances.

This funding focuses investment in parts of the country where people's involvement in the arts is significantly below the national average, with the aim of increasing the likelihood of participation. This investment will encourage long-term collaborations between local communities and arts organisations, museums, libraries and other partners such as local authorities and the private sector. It aims to empower them to experiment with new and radically different approaches and to develop inspiring, sustainable arts programmes that will engage audiences in those communities. In May 2014, Black Country Together CIC was successful in securing £2M of Creative People and Places funding to deliver the programme across the areas of Sandwell, Walsall and Wolverhampton. SCVO were asked by Black Country Together CIC to lead this work, and since September 2014 have hosted a team to work across the three boroughs, as well as supporting engagement with local communities, through our core staff, to develop new arts and cultural initiatives in Sandwell.

The initial funding was followed by successful bids for a second and then third phase of funding, plus expansion of Creative Black Country activity into Dudley, delivery of which began in November 2019. Following a strategic review and re-focusing of the shape and priorities of the Creative Black Country team in early 2021, Black Country Together CIC were successful in securing National Portfolio Organisation CPP funding in December 2021. This funding will ensure Creative Black Country continues to deliver and develop its community-based activities for a further three years from April 2022.

Big Local Grace Mary to Lion Farm:

The Grace Mary to Lion Farm (GM2LF) Big Local area is within the borough of Sandwell in the West Midlands. It covers 5 separate natural neighbourhoods, crossing the boundary of three council wards and two parliamentary constituencies. Within this area, the 'Big Local' lottery fund, in dialogue with local VCS organisations and residents has committed a £1 million investment in the area. Initial engagement culminated in a 'Big Plan' which reflects the needs and aspirations of local residents as they seek to use the money to bring change and make a difference within the local community.

Since 2014/15 SCVO has taken on the role of accountable body for the GM2LF partnership as the 'Local Trusted Organisation' which it continues to perform as the activities within the Big Local Plan are delivered. This role entails liaison with Local Trust (the funding awarding body) on behalf of GM2LF, financial management of funds and support of the Partnership Board.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2022

Communities in Sync:

Following work by SCVO since 2015 to bring together a number of local VCS health and social care organisations to explore more effective collaboration, and the provision of development support, the Communities in Sync consortium was formed in late 2016 as an independent Community Benefit Society. Its aim is to deliver a vision: 'To improve people's health, well-being and quality of life, and address social disadvantage, isolation and vulnerability, by bringing together the diversity and expertise of the Voluntary and Community Sector'. During 2019/20, following investment by external funders, Communities in Sync approached SCVO to provide a hosted workspace for their new Development Manager and to provide Secretariat services for the company during this initial phase in its formation. This support has continued into and throughout 2021/22.

Active Black Country Community Connectors:

SCVO hosted a Community Connector project on behalf of Black Country Together CIC to pilot a place-based approach to tackling physical inactivity across 8 Black Country wards. This was following the award of funding from Sport England to Black Country Consortium Ltd in partnership with the 4 Black Country Authorities.

The pilot ran from late 2020 until February 2022, and sought to develop wider, collaborative partnerships looking at how all parts of a community could better work together to get people active, and support health and economic outcomes. The emphasis for the Black Country Pilot was to generate learning to inform future planning and investment - strengthening collaboration amongst local stakeholders to develop future place-based work.

6 - Chargeable Services

SCVO+

During 2021/22 SCVO continued to deliver ad hoc services for local organisations requiring more intensive and bespoke support on a chargeable basis. The principal areas of support were chargeable consultancy services, the convening of briefing and training events, and utilisation of SCVO meeting rooms and website on a paid-for basis.

Achievements and Performance

- SCVO produced 49 e-bulletins to keep the VCS informed of local, regional and national policy, events and information of relevance to their development and activities.
- SCVO delivered a range of training sessions number including: Introduction to Risk Management, Introduction to Fundraising, Introduction to Business Plans, Volunteers and The Law, Digital Conversation and Social Media Training
- SCVO convened networking opportunities including Coffee Time Conversations, offering the opportunity of peer-led discussions on a variety of topics suggested by participants, and 'Creative Corner Networking' group in partnership with Creative Black Country
- A range of virtual network meetings brought people together throughout the pandemic lockdown
 - VCS Children and Young People Forum meetings
 - VCS Health and Social Care Forum meetings
 - VCS Leaders' Forum meetings and Leaders Forum Executive Group
 - Volunteer Co-ordinators Forum
 - Briefing events and workshops focused on 'Shaping the Future of Sandwell', 'Commonwealth Games 2022' and 'Introduction to the Voluntary Sector'
- Continuation of SCVO's 'VCS Funding Network' activity including 'easyfundraising' sessions and meetings with: Eveson Charitable Trust, Groundwork West Midlands, Tesco Community Grants, Comic Relief, West Midlands Combined Authority Community Green Grants, Heritage Fund, Reaching Communities, Heart of England Community Foundation Tipton Education Fund, BBC Children in Need, Tudor Trust and Enover Community Trust

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2022

In addition to this SCVO:

- Supported over 79 groups/organisations with general development support – including fundraising, governance, planning, financial management, networking and quality standards;
- Helped secure over £2.15million worth of external funding for Sandwell voluntary organisations;
- Delivered a further 4 rounds of the SCVO Vision 2030 Community Grants programme, making a further 40 grant awards worth a total of £182,164 to enable voluntary and community groups to deliver activities in Sandwell, and to Sandwell residents, to support the priorities of:
 - Building Social Connections (tackling loneliness/social isolation);
 - Youth Activities (tackling loneliness/social isolation amongst young people);
 - Healthy Lifestyles (promoting/supporting healthy living)
- Piloted a new round of Vision 2030 'Community Mental Health' grants, growing capacity and confidence within the voluntary sector to support resident wellbeing: a total of £28,520 was awarded to 7 organisations.
- Continued delivery of our partnership with the Esmee Fairbairn Foundation focusing on improving community resilience in Sandwell through the 'BOUNCE' community engagement programme and the 'EPIC' community grants initiative - awarding over £79,060 across 4 organisations in Round 4 of the latter programme.
- Launched a new Emotional Wellbeing Grant Programme to fund support which helps young people manage their emotional and mental health following the Covid pandemic: £1million of grants were distributed to 13 local organisations.
- A new website for the Sandwell Early Help Partnership was launched as a hub for local organisations to partner and promote their support for children and families.

Financial review

The financial results of S.C.V.O are detailed in the following pages. It is considered that the finances are sound and well established. The principal funding source is from donations and grants. All expenditure of this income is planned to fulfil the objectives and strategies of the charity. During the year ended 31 March 2022 total resources expended were £1,543,683 (2021: £1,132,849) and the surplus of income over expenditure was £32,997 (2021: £40,310) which included depreciation of £649 (2021: £2,888).

Investment powers and policy

The trustees having regard to liquidity requirements of the charity and to the reserves policy as described in the trustees report have operated a policy of keeping available funds in an interest-bearing deposit account with CAF and a high interest account with Cambridge and Counties Bank.

Reserves policy and going concern

The Board of Directors have reviewed the Charity's needs for reserves in line with the guidance issued by the Charity Commission. The Board believes that the Charity should hold financial reserves because it is entirely dependent for its income upon short and medium-term grants from a limited number of funding bodies. These grants are inevitably subject to fluctuation and delay. The Charity requires protection against these uncertainties, and the ability to continue operating despite gaps in funding income. An "Emergency Operating Reserve" provides a safeguard for the Charity's service commitment.

It is the intention of SCVO Board to maintain the long-term sustainability of SCVO by holding sufficient financial reserves to ensure that:-

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2022

- The organisation can demonstrate resilience during periods of unforeseen difficulty, for example, due to unexpected demands on its funds.
- Unforeseen day-to-day operational costs such as employing staff to cover long-term sickness absence can be met.
- Funds are available to maintain staff during a gap between the end of one funding stream and the beginning of another.
- Planned commitments that cannot be met by future income alone, for example major asset purchase or match-funding requirements, can be met.
- Cash flow for the organisation can be maintained where funding regimes fail to provide cash in advance of expenditure.

This policy operates under the assumption that the requirements of SCVO's Finance Policy are fully adhered to and that a proportion of reserves be maintained in a readily realisable form.

The calculation of the required level of reserves is an integral part of the organisation's planning, budget and forecast cycle and the reserve figure is recognized as a dynamic function of a set of changing financial commitments. Accordingly, the reserve level is maintained using the following formula:-

- Staffing costs - 6 months salaries plus redundancy costs for staff within the senior management team; 3 months salaries plus redundancy costs for all other staff.
- Premises and Business Support - 6 months of budgeted overheads of indirect costs (excluding staffing).
- Contracted Expenditure - full provision to be made for the remaining value of existing contractual commitments.
- Contingencies - to cover depreciation and renewal of key assets, and operational contingencies such as staff cover, eg for maternity or long-term sickness.

The Board of Directors continue to work hard to ensure the business plan for the organisation drives the organisation forward in terms of fulfilling its aims and objectives. The Board hold the belief that it is vital to meet the outcomes proposed in the business plan and therefore recognises the need for some of the remaining reserves to be used to meet any shortfalls arising from this process. The prudent investment of some of the organisation's reserves in future years will ensure that SCVO is a dynamic and vibrant organisation empowered to support its diverse membership in Sandwell, providing greater capacity for strategic engagement activity that is not currently funded.

Plans for future periods

Strategy Statement

As a local charity committed to the best deal for Sandwell residents, SCVO works across our voluntary and community sector (VCS) to help organisations develop support that makes people's lives better, offers practical help for those in times of greatest need, and enhances people's prospects for the future.

SCVO works with our strategic partners and our Sector to create an environment where residents and communities have the confidence, capability and support to respond as local needs emerge.

SCVO promotes ways of accessing this support for all, including how organisations can work better together, and champions the potential of our Sector to develop effective home-grown responses to some of Sandwell's local challenges.

Strategic Aims

1. A strong and responsive Voluntary and Community Sector - Working with VCS providers to develop a sector offer which is as inclusive, effective and environmentally sustainable as possible

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2022

2. Enabling access to support for all Sandwell residents - Increasing access to services and activities which help residents to make the best of life
3. Making the most of what Sandwell has - Transforming the quality of life and wellbeing of Sandwell communities by supporting them to use their strengths and assets including people, places, skills and knowledge, resources and diversity
4. A Clear Voice - Grounding partner engagement and strategic decision-making in everyday reality
5. SCVO Fit for the Future - Building a robust, financially sustainable and stable SCVO

Structure, Governance and Management

Governing document

S.C.V.O. is a company limited by guarantee governed by its Memorandum and Articles of Association dated 14th July 2009 and is registered as a charity with the Charity Commission.

There are currently 521 members, each of whom agrees to contribute £1.00 in the event of the charity winding up. Membership is open to community groups and not-for-profit organisations active within the borough of Sandwell, and individuals who support SCVO's mission and aims.

Appointment of trustees

As set out in the Articles of Association the Chair of the Trustees is elected annually by the Trustees of the charitable organisation following the Annual General Meeting. There are up to 16 Trustees, 10 of whom are elected by the AGM. The existing Trustees have the power to co-opt up to 6 additional trustees to fill vacancies. Co-opted Trustees may serve for a period as determined by the Board up to three years.

All Members are circulated with invitations to nominate trustees prior to the AGM advising them of the retiring Trustees and requesting nominations for the AGM. When considering co-opting trustees, the Board has regard to the requirement for any specialist skills needed.

Trustee induction and training

New trustees are briefed on their legal obligations under charity and company law and the Charity Commission guidance on public benefit, and are informed of the content of the Memorandum and Articles of Association, the committee and decision-making processes, the business plan and the recent financial performance of the charity. During the induction they meet key employees and other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Organisation

The Board of Trustees, which can have up to 16 members, administers the Charity. The Board meetings are held bi-monthly and there are sub-committees which meet either bi-monthly or as and when required to cover governance matters in greater detail.

A Chief Executive Officer is appointed by the Trustees to manage the day-to-day operations of the charity. To facilitate effective operations, the Chief Executive has delegated authority, within terms of delegation approved by the Trustees, for operational matters including finance, employment and other related activities.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2022

Related parties and co-operation with other organisations

None of our trustees receive remuneration or other benefits from their work with the charity. Any connection between a trustee or senior manager of the charity with a client or supplier must be disclosed to the full Board of Trustees in the same way as any other contractual relationship with a related party. The Charity has a close relationship with sub-regional and regional CVSs through joint collaboration establishing strategies and long term aims for the benefit of the voluntary and community sectors within the Borough. Funding is provided by various sources for the capacity building of the VCS and to aid sector sustainability. SCVO is affiliated to the following: National Association for Voluntary and Community Action (NAVCA), the National Council for Voluntary Organisations (NCVO) and the Association of Chief Executives of Voluntary Organisations (ACEVO). On 31st January 2013 SCVO became one of four members managing Black Country Together CIC, an associated company which is joint-owned with Dudley Council for Voluntary Services, One Walsall and Wolverhampton Voluntary Sector Council. Black Country Together CIC is a company established to enable the Voluntary and Community Sector in the sub-region to access funding opportunities across borough boundaries that might otherwise be out of reach for them.

Pay policy for senior staff

The board of directors, who are the Charity's trustees, and the senior management team together comprise the key management personnel of the charity in charge of directing and operating the organisation on a day to day basis. No director received remuneration in the year and details of directors' expenses and related party transactions are disclosed in note 17 to the accounts.

Risk management

The trustees have a risk management policy which comprises:

- periodic review of the principal risks and uncertainties that the charity faces;
- the establishment of systems and procedures to mitigate those risks identified in the review; and
- the implementation of procedures designed to mitigate or manage any potential impact on the charity should those risks materialise.

Internal control risk is the risk of financial mismanagement and possible fraudulent activity. These risks are minimised in SCVO with the operation of robust financial controls, policies and procedures to safeguard the charity's assets and this is supplemented with an effective credit control system to preserve cash flow. The major external financial risk to SCVO continues to be financial sustainability particularly in the prevailing economic climate. A key element in the management of short-term funding risk in the charity is a reviewed Reserves Policy with a designated operating reserve in SCVO. Continued development of the Strategic Plan allows for the diversification of funding and activities.

Banking arrangements with Lloyds Bank Plc, CAF Bank and a Nationwide account continue to be reviewed to ensure the safe management of funds and levels of service. Hard core funds are deposited in a CAF Gold Bank Account and in a 30 day Platinum Account.

Attention has also been focused on non-financial risks in terms of adopting procedures to ensure legislative compliance with health and safety of staff, clients and visitors, employment law and equal opportunities. In common with other organisations SCVO has a high level of dependency on the specialism of key staff and there is a risk of replacing those key members should they decide to leave or through illness. Skills development in terms of shared knowledge throughout the workforce and SCVO's links with external consultants mitigate some degree of this risk.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2022

Trustees' responsibilities in relation to the financial statements

The charity trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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


- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 that disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By order of the board of trustees



Geoffrey Foster
Chair

8 September 2022

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)**

Opinion

We have audited the financial statements of S.C.V.O. (A Company Limited by Guarantee) for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including 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 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements :

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022, and of its 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

Other information (continued)

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

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 trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, 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.
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities statement (set out on page 11), 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

Auditor's 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 an auditor's report 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- We reviewed the company's control and risk management procedures and planned our work based on our assessment of those controls and procedures;
- This review included an assessment of the risk of material misstatement due to errors, fraud and management override of controls for all material areas in the financial statements;
- We made enquiries of management and the company's lawyers regarding any actual or potential litigation and/or claims;
- Financial statements disclosures were reviewed and checked for compliance with applicable laws;
- Detailed testing was conducted on balances and transactions including unusual items and those of individual significance to the financial statements;
- Data analytics were used in order to identify unusual or significant trends;
- Communications with management and those charged with governance regarding relevant matters was undertaken throughout the audit and on completion.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 auditor's report.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

The image shows a handwritten signature in blue ink that reads "Feltons". The signature is written in a cursive style with a small horizontal line underneath the final 's'.

David W Farnsworth FCA (Senior Statutory Auditor)

For and on behalf of Feltons, Statutory Auditor

8 Sovereign Court

8 Graham Street

Birmingham B1 3JR

28 September 2022

S.C.V.O.

(A Company Limited by Guarantee)

Company number : 03570517 Charity number : 1071514

Statement of financial activities (including income and expenditure account)
for the year ended 31 March 2022

	Notes	Unrestricted funds £	Designated fund £	Restricted funds £	Total 2022 £	Total 2021 £
Income						
<i>Income from charitable activities:</i>						
Income from charitable activities		151,749	-	1,421,362	1,573,111	1,171,576
<i>Income from trading activities:</i>						
Commercial operations		2,025	-	-	2,025	1,150
Investment income	2	1,544	-	-	1,544	433
Total income		<u>155,318</u>	<u>-</u>	<u>1,421,362</u>	<u>1,576,680</u>	<u>1,173,159</u>
Expenditure						
<i>Charitable activities:</i>						
Operational and support costs	3	90,546	-	1,453,137	1,543,683	1,132,849
Total expenditure		<u>90,546</u>	<u>-</u>	<u>1,453,137</u>	<u>1,543,683</u>	<u>1,132,849</u>
Net income/(expenditure) before transfers		64,772	-	(31,775)	32,997	40,310
Gross transfers between funds	12	(145,212)	113,437	31,775	-	-
Net movement in funds		<u>(80,440)</u>	<u>113,437</u>	<u>-</u>	<u>32,997</u>	<u>40,310</u>
Reconciliation of funds						
Total funds brought forward	12	392,622	-	-	392,622	352,312
Total funds carried forward		<u>312,182</u>	<u>113,437</u>	<u>-</u>	<u>425,619</u>	<u>392,622</u>

All of the charity's activities derive from continuing operations during the above two financial periods.

S.C.V.O.

(A Company Limited by Guarantee)

Company number : 03570517

Charity number : 1071514

Balance sheet as at 31 March 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	8		2,113		1,708
Current assets					
Debtors	9	315,569		147,195	
Cash at bank and in hand		<u>1,968,185</u>		<u>1,156,830</u>	
		2,283,754		1,304,025	
Creditors: amounts falling due within one year	10	<u>1,860,248</u>		<u>913,111</u>	
Net current assets			423,506		390,914
Net assets			<u>425,619</u>		<u>392,622</u>
Funds of the charity :					
Restricted funds					
General fund	12		-		-
Unrestricted funds					
General fund	12	312,182		392,622	
Designated funds	12	<u>113,437</u>		-	
			425,619		392,622
Total funds			<u>425,619</u>		<u>392,622</u>

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The notes on pages 20 to 28 form part of these accounts.

The financial statements were approved by the board of trustees on 8 September 2022 and were signed on its behalf by :

.....


Geoffrey Foster (Chair)

S.C.V.O.
(A Company Limited by Guarantee)

Statement of cash flows
for the year ended 31 March 2022

	Notes	2022 £	2021 £
Cash flow from operating activities	15	810,865	188,638
Cash flow from investing activities			
Payments to acquire tangible fixed assets		(1,054)	(880)
Interest received		1,544	433
Net cash flow from investing activities		<u>490</u>	<u>(447)</u>
Net increase in cash and cash equivalents		<u>811,355</u>	<u>188,191</u>
Cash and cash equivalents at 1 April 2021		1,156,830	968,639
Cash and cash equivalents at 31 March 2022		<u>1,968,185</u>	<u>1,156,830</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2022

1. Accounting policies

a) Basis of preparation

S.C.V.O. is a charitable company, limited by guarantee, registered in England and Wales. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The company's registered number and registered office can be found on the reference and administrative details page.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the charity. The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

b) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for a period of 12 months from the date of authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

c) Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

• **Grants receivable**

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the balance sheet. Where income is received in advance of entitlement of receipt its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income from grants are recognised at fair value when the charity has entitlement after any performance condition have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

• **Donations**

Donations are recognised on a receivable basis where there is certainty of receipt and the amount can be reliably measured. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

• **Donated services and gifts in kind**

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2022 (continued)

1. Accounting policies (continued)

c) Income recognition (continued)

- **Gifts in kind**
Fixed asset gifts in kind are recognised when receivable and are included at fair value. They are not deferred over the life of the asset.
- **Interest receivable**
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.
- **Other income**
Other income, including the hire of facilities, is recognised in the period it is receivable and to the extent the goods have been provided or on completion of the service.

d) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- **Costs of generating funds**
These are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.
- **Charitable activities**
These are costs incurred in activities undertaken to further the purposes of the charity and their associated support costs.
- **Governance costs**
These include the costs attributable to the trust's compliance with constitutional and statutory requirements, including independent examination, strategic management and trustees' meetings and reimbursed expenses.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

e) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the trust's work or for specific artistic projects being undertaken by the trust.

f) Allocation of support costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs and administrative payroll costs. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 4.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2022 (continued)

1. Accounting policies (continued)

g) Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Fixtures and fittings	- 25% per annum on a straight line basis
Office equipment	- 25% per annum on a straight line basis

h) Debtors

Operational 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.

i) Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

j) Liabilities

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

k) Operating leases

Rentals payable under operating leases are charged to the SoFA on a straight line basis over the period of the lease.

l) Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

m) Pension benefits

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

n) Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no critical accounting estimates or areas of judgement.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2022 (continued)

2. Investment income

	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
Deposit account interest	1,544	-	1,544	433
	<u>1,544</u>	<u>-</u>	<u>1,544</u>	<u>433</u>

3. Expenditure on charitable activities

	Strategic representation £	Development services £	Commercial activities £	Total 2022 £	Total 2021 £
Operational and support costs					
Staff costs	307,276	49,497	28,075	384,848	356,544
Project costs	-	1,067,319	-	1,067,319	694,467
Support costs (see note 4)	36,616	45,332	3,270	85,218	76,386
Governance costs (see note 4)	6,298	-	-	6,298	5,452
	<u>350,190</u>	<u>1,162,148</u>	<u>31,345</u>	<u>1,543,683</u>	<u>1,132,849</u>

Total expenditure on charitable activities was £1,543,683 (2021 - £1,132,849) of which £90,546 (2021 - £62,216) was unrestricted and £1,453,137 (2021 - £1,070,633) was restricted.

4. Analysis of support and governance costs

	General support £	Governance function £	Total 2022 £	Total 2021 £
Training and recruitment	2,725	-	2,725	1,696
Insurance	2,555	-	2,555	2,245
General office costs	60,574	-	60,574	51,013
Auditor's remuneration	-	4,230	4,230	4,200
Accountancy services	12,698	-	12,698	12,730
Legal and other professional	2,902	-	2,902	3,253
Bank charges	97	-	97	69
Other support costs	3,667	2,068	5,735	6,632
	<u>85,218</u>	<u>6,298</u>	<u>91,516</u>	<u>81,838</u>

The allocation of general support and governance costs is based upon Strategic, Development and Commercial income as a percentage of total income received.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2022 (continued)

5. Net income/(expenditure) for the year

Net income / (expenditure) is stated after charging:

	Total 2022 £	Total 2021 £
Depreciation of tangible fixed assets	649	2,888
Operating lease rentals		
Premises	27,865	28,020
Office equipment	1,158	1,158
Auditor's remuneration	<u>4,230</u>	<u>4,200</u>

6. Trustees and key management personnel remuneration and expenses

The trustees neither received nor waived any remuneration during the year (2021 - £nil) neither were they reimbursed expenses during the year (2021 - £nil).

The Trust considers its key management personnel comprise Chief Executive Officer, Deputy Chief Executive Officer, Director of Operations & Development and Creative Director. The total amount of employee benefits received by key management personnel was £184,943 (2021 - £174,540).

7. Analysis of staff costs and numbers

Staff costs :

	Total 2022 £	Total 2021 £
Wages and salaries	338,600	313,765
Social security costs	32,356	29,973
Pension costs	<u>13,892</u>	<u>12,806</u>
	<u>384,848</u>	<u>356,544</u>

No employees received total employee benefits of more than £60,000.

Staff numbers :

The average monthly number of employees and full time equivalents during the year was as follows:

	2022 Number	2022 FTE	2021 Number	2021 FTE
Charitable activities	13	12	12	11
Management	4	4	4	4
	<u>17</u>	<u>16</u>	<u>16</u>	<u>15</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2022 (continued)

8. Tangible fixed assets

	Fixtures & fittings	Office equipment	Total
	£	£	£
Cost			
At 1 April 2021	14,696	73,770	88,466
Additions	-	1,054	1,054
At 31 March 2022	<u>14,696</u>	<u>74,824</u>	<u>89,520</u>
Depreciation			
At 1 April 2021	14,696	72,062	86,758
Charge for the year	-	649	649
At 31 March 2022	<u>14,696</u>	<u>72,711</u>	<u>87,407</u>
Net book values			
At 31 March 2022	<u>-</u>	<u>2,113</u>	<u>2,113</u>
At 31 March 2021	<u>-</u>	<u>1,708</u>	<u>1,708</u>

9. Debtors

	Total 2022	Total 2021
	£	£
Debtors from operations	10,223	25,255
Prepayments and accrued income	15,784	23,053
Other debtors	289,562	98,887
	<u>315,569</u>	<u>147,195</u>

10. Creditors - amounts falling due within one year

	Total 2022	Total 2021
	£	£
Creditors from operations	117,969	25,633
Accruals and deferred income	1,690,739	834,737
GM2LF Big Local	50,551	52,587
Other creditors	989	154
	<u>1,860,248</u>	<u>913,111</u>

The amount of £50,551 (2021: £52,587) is for funds held on behalf of GM2LF Big Local. The Grace Mary to Lion Farm (GM2LF) Big Local is one of 150 community-led groups throughout England and Wales who have been granted £1million to be spent over 10 years. Big Local is being run by Local Trust, which is working with over £200m from the Big Lottery Fund and a range of partners, providing expert advice and support for residents. SCVO fulfils the role of 'LTO' (Locally Trusted Organisation) for the GM2LF Big Local Partnership. The amount held on behalf of GM2LF at 31 March 2022 is shown as part of the restricted fund in note 13.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2022 (continued)

10. Creditors - amounts falling due within one year (continued)

	Total 2022 £	Total 2021 £
Deferred income		
Deferred income at 1 April 2021	823,040	584,585
Resources deferred in the year	1,313,625	341,299
Amounts released from previous years	(456,690)	(102,844)
Deferred income at 31 March 2022	<u>1,679,975</u>	<u>823,040</u>

At the balance sheet date the charity was holding funds received in advance for services due to be delivered after the year end.

11. Commitments under operating leases

At 31 March 2022 the charity was committed to making the following payments under non-cancellable operating leases :

	Land and buildings		Other	
	Total 2022 £	Total 2021 £	Total 2022 £	Total 2021 £
Within one year	28,000	28,000	1,158	1,158
Within two to five years inclusive	-	-	578	1,736
	<u>28,000</u>	<u>28,000</u>	<u>1,736</u>	<u>2,894</u>

12. Analysis of funds

	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2022 £
Restricted funds					
General fund	-	1,421,362	(1,453,137)	31,775	-
Unrestricted funds					
General fund	392,622	155,318	(90,546)	(145,212)	312,182
Designated fund	-	-	-	113,437	113,437
	<u>392,622</u>	<u>155,318</u>	<u>(90,546)</u>	<u>(31,775)</u>	<u>425,619</u>
Total funds	<u>392,622</u>	<u>1,576,680</u>	<u>(1,543,683)</u>	<u>-</u>	<u>425,619</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2022 (continued)

12. Analysis of funds (continued)

Name of fund	Description, nature and purpose of fund
Restricted general fund	Money given to the charity where the donor requires that a grant or donation be spent for a specific project.
Unrestricted general fund	The free reserves of the charity which are not designated for particular purposes.
Designated fund	Unrestricted income for which the trustees had formerly designated to be used towards the operating costs of the charity in 2022/23.

13. Analysis of net assets between funds

Fund balances at 31 March 2022 are represented by:

	Unrestricted funds £	Restricted funds £	Total funds £
Tangible fixed assets	2,113	-	2,113
Current assets	2,233,203	50,551	2,283,754
Current liabilities	(1,809,697)	(50,551)	(1,860,248)
Total net assets	425,619	-	425,619

14. Capital commitments

There were no capital commitments at 31 March 2022 nor at 31 March 2021.

15. Reconciliation of net income/(expenditure) to net cash flow from operating activities

	Total 2022 £	Total 2021 £
Net income for the year	32,997	40,310
Depreciation	649	2,888
Interest receivable	(1,544)	(433)
Increase in debtors	(168,374)	(30,544)
Increase in creditors	947,137	176,417
Net cash flow from operating activities	810,865	188,638

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2022 (continued)

16. Pension commitments

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £13,892 (2021 - £12,806). There were no outstanding contributions at the end of the financial year (2021 - £nil).

17. Related party transactions

The following related party transactions took place during the period :

Black Country Together CIC

A community interest company in which the charity owns 25% by way of guarantee	2022 £	2021 £
Services recharged to related party during the year	95,987	70,114
Amount due from related party at year end	<u>13,375</u>	<u>16,490</u>

Krunch UK

Mr Jon Grant (trustee) is an employee (CEO) of Krunch UK	2022 £	2021 £
Grants paid to related party during the year	<u>5,000</u>	<u>29,255</u>

African Speaking French Community Support

Mr Jacques Matensi-Kubanza (trustee) is a trustee (chairman) of African Speaking French Community Support	2022 £	2021 £
Grants paid to related party during the year	<u>8,550</u>	<u>15,770</u>

(OSCAR) Sandwell Company Limited

Rachel McFee (trustee) is an employee (CEO) of (OSCAR) Sandwell Company Limited	2022 £	2021 £
Grants paid to related party during the year	<u>4,919</u>	<u>-</u>

Ideal for All Limited

Khatija Patel (trustee) is an employee (CEO) of Ideal for All Limited	2022 £	2021 £
Grants paid to related party during the year	<u>4,965</u>	<u>-</u>

SANDWELL COUNCIL OF VOLUNTARY ORGANISATIONS (S.C.V.O.)

England & Wales - Charity number 1071514

Accounts

**Sandwell Council of Voluntary Organisations
S.C.V.O.**

**Annual Report and Financial Statements
Year ended 31 March 2021**

Charity number: 1071514

Company number: 03570517

**Feltons
Chartered Accountants**

**Birmingham
B1 3JR**

S.C.V.O.

(A company Limited by Guarantee)

Report and financial statements
Year ended 31 March 2021

Contents	Page
Reference and administrative details	1
Report of the trustees	2
Independent auditor's report on the financial statements	13
Statement of financial activities incorporating income & expenditure account	17
Balance sheet	18
Cash flow statement	19
Notes forming part of the financial statements, incorporating :	
Statement of accounting policies	20
Other notes to the financial statements	23

S.C.V.O.
(A company limited by guarantee)

Year ended 31 March 2021

Reference and Administrative Details

Trustees	Geoffrey Foster (Chair) Andrew Ball Jatinder Basi Claire Dale Vicki Fitzgerald Jon Grant Mohammed Loan Jacques Matensi-Kubanza (appointed 29 Sept 2020) Rachel McFee (appointed 29 Sept 2020) Laura Nott Khatija Patel Luke Tyler (appointed 29 Sept 2020) Andrew Watson	
Key management personnel	Mark Davis - Chief Executive Officer Stuart Ashmore - Deputy Chief Executive Officer Sajida Carr - Director of Operations and Development Parminder Dosanjh - Creative Director	
Principal office and Solicitors	1 st Floor Landchard House West Bromwich Birmingham B70 8ER	
Charity number	1071514	
Company registration number	03570517	
Independent auditor	Feltons 8 Sovereign Court 8 Graham Street Birmingham B1 3JR	
Bankers	Lloyds Bank Plc. 65 Capehill Smethwick B66 4SF	CAF Bank Ltd 25 Kings Hill Ave Kent ME19 4JQ

S.C.V.O.
(A company limited by guarantee)

Report of the trustees
Year ended 31 March 2021

The Trustees present their report and the financial statements of the charity for the year ended 31 March 2021. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Our purposes and activities

The purposes of the charity are:

- For SCVO and the voluntary sector to have a major influence on the development and implementation of key local strategies.
- To strengthen SCVO's role in existing strategic partnerships and to be proactive in developing new ones.
- To provide an effective voice for the voluntary and community sector at local, regional and national levels.
- To support and provide high quality, accessible organisational development services to Sandwell's voluntary and community sector through appropriate mechanisms.
- To develop the appropriate mechanisms to create an effective funding facility for the sector.
- To diversify SCVO's funding arrangements through an effective funding strategy.

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

The strategies employed to achieve the charity's aims and objectives are to:

- bring together local voluntary and community groups to promote and develop the effectiveness of local voluntary action.
- raise the quality of, and provide a wide range of services, information, advice and support to the voluntary and community sector.
- act as a channel for local groups to voice their opinions on local, regional and national issues and policy.
- raise the quality of and provide a wide range of services, information, advice and support to the voluntary and community sector.
- identify real needs and develop services/ initiatives to meet these needs.
- actively support the development of new and emerging groups and organisations.
- contribute to bringing about positive change in Sandwell to achieve sustainable economic regeneration.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2021

Putting these strategies into action we have 6 major areas of activity which are outlined below:-

1 - Strategic Representation & Sector Support

SCVO's core activities can be broadly classified as Capacity Building: the provision of management and development support for voluntary organisations, committees and groups; and Strategic Engagement activities which facilitate engagement between local groups and various statutory bodies.

Fundraising Support:

Services include one-to-one support helping voluntary sector organisations to identify funders, trusts and grant-making bodies, supporting in the preparation of funding applications, assisting in development of fundraising strategies and with long-term sustainability. The team also produces a bi-weekly funding digest as well as providing a range of funding workshops and training events.

General Development Support:

This work includes providing organisations with information on Charity and Company Law and Governance, supporting the start-up of community groups, helping with the development of policies and procedures, facilitating project and business planning processes, and assisting with work towards quality assurance.

Representation and Partnership Working:

SCVO brings together networks of organisations with common interests and represents their views on strategic partnerships. During 2020/21 this work included activities across the whole spectrum of strategic fora including numerous meetings held with elected members, Cabinet Members and local senior officers, as well as formal partnership boards such as the Safer Sandwell Partnership, the Sandwell Safeguarding Adults Board, the Sandwell Integrated Care Partnership Board and the Sandwell Health and Wellbeing Board. SCVO also undertook to facilitate intra-sector meetings which built bonds and developed partnership links between local groups. These included the continuation of our popular networking meetings facilitated during the pandemic lockdown online and aimed at the wide range of local organisations including local grassroots community groups.

Building Community Resilience in Sandwell:

During 2020/21 SCVO worked with national funder the Esmée Fairbairn Foundation to deliver a programme of support for Sandwell's communities. This entailed a range of resident engagement activities delivered through local community anchor organisations, most of which were delivered online due to the Covid-19 pandemic lockdown. This activity worked alongside a devolved grants programme for Sandwell which focused on new ways of building capability and confidence amongst the most vulnerable and marginalised in our local communities and on growing community resilience.

Vision 2030 Grant Programme

During 2020/21 SCVO received funding from Sandwell Council to deliver a small grants programme for the voluntary sector which aimed to fund community activity contributing to the ambitions contained within the borough's Vision 2030.

The programme had three priorities: Building Social Connections (focusing on tackling loneliness), Youth Activities and Healthy Sandwell (helping to develop community 'assets'). Grants were made up to a total of £5,000 with this funding available to organisations over a 2 year period. In response to the Covid-19 pandemic, the grant programme also provided support for initiatives that supported residents and built organisation capacity during the national lockdown.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2021

Additional to the main grant priorities, extra funds were secured during this year to expand the Vision 2030 programme through new focused strands of activity:-

- Food Pantry Development Grants – small grants to enable VCS organisations to support the Sandwell Food Pantry Development Plan
- Mental Health Grants – financial support provided by strategic health partners in the Black Country to enable organisations to extend and sustain their engagement with vulnerable residents during lockdown
- Covid Vaccination Grants – small grants to organisations promoting Covid-19 vaccination take-up within different locations and communities in Sandwell

SFAYC Mentoring

The Sandwell Supporting Families Against Youth Crime programme was a government-funded initiative delivered under the working title 'iTrust Sandwell' in Smethwick and West Bromwich and overseen through a cross-sector partnership led by Sandwell Council. The iTrust project aimed to support young people going through the transition phase from primary school (Year 6) to secondary school (Year 7) in those two parts of the borough, who may have been vulnerable or at risk of exploitation.

As a key partner in this project, SCVO brought together a number of local VCS youth organisations to assist the support of young people on the programme through mentoring provision. SCVO oversaw the identification of mentoring needs and brokered appropriate support for the young people, funding the VCS organisations through a small grants process.

2 - Sector Development

Volunteering and Community Participation

Activity for this new strand of SCVO support, begun during 2019/20, focused throughout this year on volunteering during the Covid-19 pandemic lockdown. At the outset of the national lockdown SCVO put out a call for local residents to step forward to support vulnerable members of the community. Over 700 residents responded and, of those, more than 400 were given volunteering roles with local voluntary sector organisations and through a neighbour support programme co-ordinated by SCVO. This year also saw the launch of a new 'Let's Go' website promoting volunteering opportunities as well as the first meetings of a forum for local volunteer managers and co-ordinators which provides peer-to-peer support and best practice sharing around volunteering.

3 - Information and Communication

Information Services:

SCVO's regular email bulletins are vital tools through which the sector can be kept abreast of news, information, legislative changes, strategic and policy developments and capacity-building opportunities in the local, regional and national arenas. SCVO has five websites:-

- SCVO's corporate website - www.scvo.info - this provides information on SCVO news and services.
- The Sandwell VCS Database - www.sandwellvcs.info - this provides information on the voluntary and community sector, listing over 1,000 local community groups and organisations.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2021

- The Route2wellbeing portal - www.route2wellbeing.info - this established website, delivered through a long-term partnership with Sandwell and West Birmingham Clinical Commissioning Group, provides health professionals, local community and voluntary groups and the general public with information about support services in proximity to their own location.
- The Sandwell Family Life portal - www.sandwellfamilylife.info - is a website launched during 2018/19 providing information to children, young people and family practitioners as well as the general public on activities and support near where they live or work. This website is a key tool to support the emerging Sandwell Early Help Partnership.
- The Let's Go website – www.letsgosandwell.info - was launched during 2020/21 to provide a borough-wide platform for local voluntary organisations and other public service bodies to showcase and advertise their opportunities by which residents and volunteer their time and play a more active role within the community.

4 - Network Development

VCS Forums:

Funding secured from Sandwell MBC for the period 2020/210 enabled SCVO to maintain and develop strategic forums in key thematic areas where the voluntary sector have important strategic and delivery contributions to make. The funding also made provision for the development of closer working ties between Sector organisations and commissioners, including conversations on service design.

There were four distinct elements to this funding:-

1. Health and Social Care Forum
A bi-monthly Forum which brings together voluntary sector providers of health and social care services with key partners in strategic dialogue
2. Children and Young Peoples' Forum
A bi-monthly Forum which brings together voluntary sector providers of support to children, young people and families with key partners in strategic dialogue
3. VCS Leaders Forum and VCS Leaders Forum Executive Group
Bringing Sector Leaders together with senior council officers, elected members, MPs, business representatives and health leaders for cross-cutting strategic dialogue about issues that matter in Sandwell where the voluntary sector can make a greater difference.
4. VCS Briefings
Provision of engagement events bringing together voluntary sector providers and relevant commissioners, including discussions on commissioning processes and service design.

Sandwell Early Help Partnership:

SCVO continued to build and co-ordinate the Sandwell Early Help Partnership, bringing together universal providers to deliver early interventions to children, young people and families. Partners are drawn from a range of organisations and sectors including schools, health settings, voluntary and community organisations, Sandwell Police and Fire, Sandwell Council Children's Services, and Sandwell Children's Trust. The Partnership creates opportunities to build relationships and strengthen networks between support providers through members' events, conferences and local meetings.

The Partnerships also facilitates the promotion of local services and activities to the general public through face-to-face activity and the Sandwell Family Life website.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2021

5 - Project Hosting

Creative People and Places:

The Arts Council's Creative People and Places programme aims to help more people to experience and be inspired by the arts, irrespective of where they live or their social, educational or financial circumstances.

This funding focuses investment in parts of the country where people's involvement in the arts is significantly below the national average, with the aim of increasing the likelihood of participation. This investment will encourage long-term collaborations between local communities and arts organisations, museums, libraries and other partners such as local authorities and the private sector. It aims to empower them to experiment with new and radically different approaches and to develop inspiring, sustainable arts programmes that will engage audiences in those communities. In May 2014, Black Country Together CIC was successful in securing £2M of Creative People and Places funding to deliver the programme across the areas of Sandwell, Walsall and Wolverhampton. SCVO were asked by Black Country Together CIC to lead this work, and since September 2014 have hosted a team to work across the three boroughs, as well as supporting engagement with local communities, through our core staff, to develop new arts and cultural initiatives in Sandwell.

The initial funding was followed by a successful bid for a second phase of funding valued at £1M over three years from January 2018 to December 2020. During 2019/20 funding was secured to expand Creative Black Country activity into Dudley, delivery of which began in November 2019.

Big Local Grace Mary to Lion Farm:

The Grace Mary to Lion Farm (GM2LF) Big Local area is within the borough of Sandwell in the West Midlands. It covers 5 separate natural neighbourhoods, crossing the boundary of three council wards and two parliamentary constituencies. Within this area, the 'Big Local' lottery fund, in dialogue with local VCS organisations and residents has committed a £1 million investment in the area. Initial engagement culminated in a 'Big Plan' which reflects the needs and aspirations of local residents as they seek to use the money to bring change and make a difference within the local community.

Since 2014/15 SCVO has taken on the role of accountable body for the GM2LF partnership as the 'Local Trusted Organisation' which it continues to perform as the activities within the Big Local Plan are delivered. This role entails liaison with Local Trust (the funding awarding body) on behalf of GM2LF, financial management of funds and support of the Partnership Board.

Communities in Sync:

Following work by SCVO since 2015 to bring together a number of local VCS health and social care organisations to explore more effective collaboration, and the provision of development support, the Communities in Sync consortium was formed in late 2016 as an independent Community Benefit Society. Its aim is to deliver a vision: 'To improve people's health, well-being and quality of life, and address social disadvantage, isolation and vulnerability, by bringing together the diversity and expertise of the Voluntary and Community Sector'. During 2019/20, following investment by external funders, Communities in Sync approached SCVO to provide a hosted workspace for their new Development Manager and to provide Secretariat services for the company during this initial phase in its formation. This support has continued into and throughout 2020/21.

Active Black Country Community Connectors:

SCVO hosted a Community Connector project on behalf of Black Country Together CIC to pilot a place-based approach to tackling physical inactivity across 8 Black Country wards. This was following the award of funding from Sport England to Black Country Consortium Ltd in partnership with the 4 Black Country Authorities.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2021

The pilot seeks to develop wider, collaborative partnerships which look at how all parts of a community can better work together to get people active, and support health and economic outcomes. The emphasis for the Black Country Pilot is to generate learnings to inform future planning and investment - strengthening collaboration amongst local stakeholders to develop future place-based work.

6 - Chargeable Services

SCVO+

During 2020/21 SCVO continued to deliver ad hoc services for local organisations requiring more intensive and bespoke support on a chargeable basis. The principal areas of support were chargeable consultancy services, the convening of briefing and training events, and utilisation of SCVO meeting rooms and website on a paid-for basis.

Achievements and Performance

- SCVO produced 51 e-bulletins to keep the VCS informed of local, regional and national policy, events and information of relevance to their development and activities.
- SCVO responded to the Covid-lockdowns by running a number of online/virtual briefings and training events (via Zoom/Teams) including:
 - Virtual workshops – 'Project Outcomes', 'Crafting your Elevator Pitch' and 'Emerging from Lockdown' (No.1), 'Introduction to Fundraising' and 'Writing Fundraising Letters';
- A series of 'Coffee Time Conversations' offering the opportunity of peer-led discussions on a variety of topics suggested by participants.
- A range of virtual network meetings bringing people together throughout the pandemic lockdown
 - VCS Children and Young People Forum meetings
 - VCS Health and Social Care Forum meetings
 - VCS Leaders' Forum meetings and Leaders Forum Executive Group
- Continuation of SCVO's 'VCS Funding Network' activity including (via online sessions through Zoom): Groundwork (May 2020), South Staffs Water (June 2020), Lloyds Foundation (August 2020), Heart of England Community Foundation (September 2020), Postcode Lottery (February 2021).

In addition to this SCVO:

- Supported over 83 groups/organisations with general development support – including fundraising, governance, planning, financial management, networking and quality standards;
- Helped secure over £1.6m worth of external funding for Sandwell voluntary organisations;
- Delivered a further 4 rounds of the SCVO Vision 2030 Community Grants programme, making a further 42 grant awards to enable voluntary and community groups to deliver activities in Sandwell, and to Sandwell residents, to support the priorities of:
 - Building Social Connections (tackling loneliness/social isolation);
 - Youth Activities (tackling loneliness/social isolation amongst young people);
 - Healthy Lifestyles (promoting/supporting healthy living)
- Continued delivery of our partnership with the Esmee Fairbairn Foundation focusing on improving community resilience in Sandwell through the 'BOUNCE' community engagement programme and the 'EPIC' community grants initiative - awarding over £194,000 across 7 organisations in Round 3 of the latter programme.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2021

Continued delivery of our new activities to support and promote volunteering and resident community participation across Sandwell, including:

- the launch of our new volunteering portal: www.letsgosandwell.info
- SCVO's 'Covid Volunteers' - a call out across the borough at the start of the first pandemic lockdown that saw over 700 registrations of volunteer support, ultimately deploying over 400 volunteers to support 1,000+ residents with a whole range of activities from shopping to collecting prescriptions to telephone befriending.

Financial review

The financial results of S.C.V.O are detailed in the following pages. It is considered that the finances are sound and well established. The principal funding source is from donations and grants. All expenditure of this income is planned to fulfil the objectives and strategies of the charity. During the year ended 31 March 2021 total resources expended were £1,132,849 (2020: £845,733) and the surplus of income over expenditure was £40,310 (2020: £39,666) which included depreciation of £2,888 (2020: £2,605).

Investment powers and policy

The trustees having regard to liquidity requirements of the charity and to the reserves policy as described in the trustees report have operated a policy of keeping available funds in an interest-bearing deposit account with CAF.

Reserves policy and going concern

The Board of Directors have reviewed the Charity's needs for reserves in line with the guidance issued by the Charity Commission. The Board believes that the Charity should hold financial reserves because it is entirely dependent for its income upon short-term grants from a small number of funding bodies. These grants are inevitably subject to fluctuation and delay. The Charity requires protection against these uncertainties, and the ability to continue operating despite gaps in funding income. An "Emergency Operating Reserve" provides a safeguard for the Charity's service commitment.

It is the intention of SCVO Board to maintain the long-term sustainability of SCVO by holding sufficient financial reserves to ensure that:-

- The organisation can demonstrate resilience during periods of unforeseen difficulty, for example, due to unexpected demands on its funds.
- Unforeseen day-to-day operational costs such as employing staff to cover long-term sickness absence can be met.
- Funds are available to maintain staff during a gap between the end of one funding stream and the beginning of another.
- Planned commitments that cannot be met by future income alone, for example major asset purchase or match-funding requirements, can be met.
- Cash flow for the organisation can be maintained where funding regimes fail to provide cash in advance of expenditure.

This policy operates under the assumption that the requirements of SCVO's Finance Policy are fully adhered to and that a proportion of reserves be maintained in a readily realisable form.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2021

The calculation of the required level of reserves is an integral part of the organisation's planning, budget and forecast cycle and the reserve figure is recognized as a dynamic function of a set of changing financial commitments. Accordingly, the reserve level is maintained using the following formula:-

- Staffing costs - 6 months salaries plus redundancy costs for staff within the senior management team; 3 months salaries plus redundancy costs for all other staff.
- Premises and Business Support - 6 months of budgeted overheads of indirect costs (excluding staffing).
- Contracted Expenditure - full provision to be made for the remaining value of existing contractual commitments.
- Contingencies - to cover depreciation and renewal of key assets, and operational contingencies such as staff cover, eg for maternity or long-term sickness.

The Board of Directors continue to work hard to ensure the business plan for the organisation drives the organisation forward in terms of fulfilling its aims and objectives. The Board hold the belief that it is vital to meet the outcomes proposed in the business plan and therefore recognises the need for some of the remaining reserves to be used to meet any shortfalls arising from this process. The prudent investment of some of the organisation's reserves in future years will ensure that SCVO is a dynamic and vibrant organisation empowered to support its diverse membership in Sandwell, providing greater capacity for strategic engagement activity that is not currently funded.

Plans for future periods

Strategy Statement

As a local charity committed to the best deal for Sandwell residents, SCVO works across our voluntary and community sector (VCS) to help organisations develop support that makes people's lives better, offers practical help for those in times of greatest need, and enhances people's prospects for the future.

SCVO works with our strategic partners and our Sector to create an environment where residents and communities have the confidence, capability and support to respond as local needs emerge.

SCVO promotes ways of accessing this support for all, including how organisations can work better together, and champions the potential of our Sector to develop effective home-grown responses to some of Sandwell's local challenges.

Strategic Aims

1. A strong and responsive Voluntary and Community Sector - working with VCS providers to develop a Sector offer which is as inclusive, effective and sustainable as possible
2. Enabling access to support for all Sandwell residents - Increasing access to services which help residents to benefit from the support they need to make the best of life.
3. Making a difference where it's needed by making the most of what Sandwell has - identifying local needs and taking an asset-based approach to finding solutions to local challenges
4. A Clear Voice - grounding strategic decision-making in everyday reality
5. SCVO Fit for the Future - building a robust, sustainable and stable SCVO.

Structure, Governance and Management

Governing document

S.C.V.O. is a company limited by guarantee governed by its Memorandum and Articles of Association dated 14th July 2009 and is registered as a charity with the Charity Commission.

There are currently 526 members, each of whom agrees to contribute £1.00 in the event of the charity winding up. Membership is open to community groups and not-for-profit organisations active within the borough of Sandwell, and individuals who support SCVO's mission and aims.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2021

Appointment of trustees

As set out in the Articles of Association the Chair of the Trustees is elected annually by the Trustees of the charitable organisation following the Annual General Meeting. There are up to 16 Trustees, 10 of whom are elected by the AGM. The existing Trustees have the power to co-opt up to 6 additional trustees to fill vacancies. Co-opted Trustees may serve for a period as determined by the Board up to three years.

All Members are circulated with invitations to nominate trustees prior to the AGM advising them of the retiring Trustees and requesting nominations for the AGM. When considering co-opting trustees, the Board has regard to the requirement for any specialist skills needed.

Trustee induction and training

New trustees are briefed on their legal obligations under charity and company law and the Charity Commission guidance on public benefit, and are informed of the content of the Memorandum and Articles of Association, the committee and decision-making processes, the business plan and the recent financial performance of the charity. During the induction they meet key employees and other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Organisation

The Board of Trustees, which can have up to 16 members, administers the Charity. The Board meetings are held bi-monthly and there are sub-committees which meet either bi-monthly or as and when required to cover governance matters in greater detail.

A Chief Executive Officer is appointed by the Trustees to manage the day-to-day operations of the charity. To facilitate effective operations, the Chief Executive has delegated authority, within terms of delegation approved by the Trustees, for operational matters including finance, employment and other related activities.

Related parties and co-operation with other organisations

None of our trustees receive remuneration or other benefits from their work with the charity. Any connection between a trustee or senior manager of the charity with a client or supplier must be disclosed to the full Board of Trustees in the same way as any other contractual relationship with a related party. The Charity has a close relationship with sub-regional and regional CVSs through joint collaboration establishing strategies and long term aims for the benefit of the voluntary and community sectors within the Borough. Funding is provided by various sources for the capacity building of the VCS and to aid sector sustainability. SCVO is affiliated to the following: National Association for Voluntary and Community Action (NAVCA), the National Council for Voluntary Organisations (NCVO) and the Association of Chief Executives of Voluntary Organisations (ACEVO). On 31st January 2013 SCVO became one of four members managing Black Country Together CIC, an associated company which is joint-owned with Dudley Council for Voluntary Services, One Walsall and Wolverhampton Voluntary Sector Council. Black Country Together CIC is a company established to enable the Voluntary and Community Sector in the sub-region to access funding opportunities across borough boundaries that might otherwise be out of reach for them.

Pay policy for senior staff

The board of directors, who are the Charity's trustees, and the senior management team together comprise the key management personnel of the charity in charge of directing and operating the organisation on a day to day basis. No director received remuneration in the year and details of directors' expenses and related party transactions are disclosed in note 17 to the accounts.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2021

Risk management

The trustees have a risk management policy which comprises:

- periodic review of the principal risks and uncertainties that the charity faces;
- the establishment of systems and procedures to mitigate those risks identified in the review; and
- the implementation of procedures designed to mitigate or manage any potential impact on the charity should those risks materialise.

Internal control risk is the risk of financial mismanagement and possible fraudulent activity. These risks are minimised in SCVO with the operation of robust financial controls, policies and procedures to safeguard the charity's assets and this is supplemented with an effective credit control system to preserve cash flow. The major external financial risk to SCVO continues to be financial sustainability particularly in the prevailing economic climate. A key element in the management of short-term funding risk in the charity is a reviewed Reserves Policy with a designated operating reserve in SCVO. Continued development of the Strategic Plan allows for the diversification of funding and activities.

Banking arrangements with Lloyds Bank Plc, CAF Bank and a Nationwide account continue to be reviewed to ensure the safe management of funds and levels of service. Hard core funds are deposited in a CAF Gold Bank Account and in a 30 day Platinum Account.

Attention has also been focused on non-financial risks in terms of adopting procedures to ensure legislative compliance with health and safety of staff, clients and visitors, employment law and equal opportunities. In common with other organisations SCVO has a high level of dependency on the specialism of key staff and there is a risk of replacing those key members should they decide to leave or through illness. Skills development in terms of shared knowledge throughout the workforce and SCVO's links with external consultants mitigate some degree of this risk.

Trustees' responsibilities in relation to the financial statements

The charity trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 that disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

S.C.V.O.
(A company limited by guarantee)

Report of the trustees (continued)
Year ended 31 March 2021

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

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By order of the board of trustees



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Geoffrey Foster
Chair

16 September 2021

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)**

Opinion

We have audited the financial statements of S.C.V.O. (A Company Limited by Guarantee) for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including 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 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements :

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021, and of its 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

Other information (continued)

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

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 trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, 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.
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities statement (set out on page 11), 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

Auditor's 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 an auditor's report 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- We reviewed the company's control and risk management procedures and planned our work based on our assessment of those controls and procedures;
- This review included an assessment of the risk of material misstatement due to errors, fraud and management override of controls for all material areas in the financial statements;
- We made enquiries of management and the company's lawyers regarding any actual or potential litigation and/or claims;
- Financial statements disclosures were reviewed and checked for compliance with applicable laws;
- Detailed testing was conducted on balances and transactions including unusual items and those of individual significance to the financial statements;
- Data analytics were used in order to identify unusual or significant trends;
- Communications with management and those charged with governance regarding relevant matters was undertaken throughout the audit and on completion.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 auditor's report.

**Independent Auditor's Report to the Members of
S.C.V.O.
(A Company Limited by Guarantee)
(continued)**

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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Feltons
—

David W Farnsworth FCA (Senior Statutory Auditor)

For and on behalf of Feltons, Statutory Auditor

8 Sovereign Court

8 Graham Street

Birmingham B1 3JR

22 September 2021

S.C.V.O.

(A Company Limited by Guarantee)

Company number : 03570517 Charity number : 1071514

Statement of financial activities (including income and expenditure account)
for the year ended 31 March 2021

	Notes	Unrestricted funds £	Designated fund £	Restricted funds £	Total 2021 £	Total 2020 £
Income						
<i>Income from charitable activities:</i>						
Income from charitable activities		154,967	-	1,016,609	1,171,576	884,139
<i>Income from trading activities:</i>						
Commercial operations		1,150	-	-	1,150	-
Donations		-	-	-	-	98
Investment income	2	433	-	-	433	1,162
Total income		<u>156,550</u>	<u>-</u>	<u>1,016,609</u>	<u>1,173,159</u>	<u>885,399</u>
Expenditure						
<i>Charitable activities:</i>						
Operational and support costs	3	62,216	-	1,070,633	1,132,849	845,733
Total expenditure		<u>62,216</u>	<u>-</u>	<u>1,070,633</u>	<u>1,132,849</u>	<u>845,733</u>
Net income/(expenditure) before transfers		94,334	-	(54,024)	40,310	39,666
Gross transfers between funds	12	(35,285)	-	35,285	-	-
Net movement in funds		<u>59,049</u>	<u>-</u>	<u>(18,739)</u>	<u>40,310</u>	<u>39,666</u>
Reconciliation of funds						
Total funds brought forward	12	333,573	-	18,739	352,312	312,646
Total funds carried forward		<u>392,622</u>	<u>-</u>	<u>-</u>	<u>392,622</u>	<u>352,312</u>

All of the charity's activities derive from continuing operations during the above two financial periods.

S.C.V.O.

(A Company Limited by Guarantee)

Company number : 03570517 Charity number : 1071514

Balance sheet as at 31 March 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	8		1,708		3,716
Current assets					
Debtors	9	147,195		116,651	
Cash at bank and in hand		<u>1,156,830</u>		<u>968,639</u>	
		1,304,025		1,085,290	
Creditors: amounts falling due within one year	10	<u>913,111</u>		<u>736,694</u>	
Net current assets			390,914		348,596
Net assets			<u>392,622</u>		<u>352,312</u>
Funds of the charity :					
Restricted funds					
General fund	12		-		18,739
Unrestricted funds					
General fund	12		392,622		333,573
Total funds			<u>392,622</u>		<u>352,312</u>

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The notes on pages 20 to 28 form part of these accounts.

The financial statements were approved by the board of trustees on 16 September 2021 and were signed on its behalf by :

.....


Geoffrey Foster (Chair)

S.C.V.O.
(A Company Limited by Guarantee)

Statement of cash flows
for the year ended 31 March 2021

	Notes	2021 £	2020 £
Cash flow from operating activities	15	188,638	454,038
Net cash flow from operating activities		<u>188,638</u>	<u>454,038</u>
Cash flow from investing activities			
Payments to acquire tangible fixed assets		(880)	(1,531)
Interest received		433	1,162
Net cash flow from investing activities		<u>(447)</u>	<u>(369)</u>
Net increase in cash and cash equivalents		<u>188,191</u>	<u>453,669</u>
Cash and cash equivalents at 1 April 2020		968,639	514,970
Cash and cash equivalents at 31 March 2021		<u>1,156,830</u>	<u>968,639</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2021

1. Accounting policies

a) Basis of preparation

S.C.V.O. is a charitable company, limited by guarantee, registered in England and Wales. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The company's registered number and registered office can be found on the reference and administrative details page.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the charity. The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

b) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for a period of 12 months from the date of authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

c) Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

- **Grants receivable**

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the balance sheet. Where income is received in advance of entitlement of receipt its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

- **Donations**

Donations are recognised on a receivable basis where there is certainty of receipt and the amount can be reliably measured. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

- **Donated services and gifts in kind**

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

S.C.V.O.

(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2021 (continued)

1. Accounting policies (continued)

c) Income recognition (continued)

- **Gifts in kind**
Fixed asset gifts in kind are recognised when receivable and are included at fair value. They are not deferred over the life of the asset.
- **Interest receivable**
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.
- **Other income**
Other income, including the hire of facilities, is recognised in the period it is receivable and to the extent the goods have been provided or on completion of the service.

d) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- **Costs of generating funds**
These are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.
- **Charitable activities**
These are costs incurred in activities undertaken to further the purposes of the charity and their associated support costs.
- **Governance costs**
These include the costs attributable to the trust's compliance with constitutional and statutory requirements, including independent examination, strategic management and trustees' meetings and reimbursed expenses.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

e) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the trust's work or for specific artistic projects being undertaken by the trust.

f) Allocation of support costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs and administrative payroll costs. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 4.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2021 (continued)

1. Accounting policies (continued)

g) Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Fixtures and fittings	- 25% per annum on a straight line basis
Office equipment	- 25% per annum on a straight line basis

h) Debtors

Operational 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.

i) Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

j) Liabilities

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

k) Operating leases

Rentals payable under operating leases are charged to the SoFA on a straight line basis over the period of the lease.

l) Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

m) Pension benefits

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

n) Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no critical accounting estimates or areas of judgement.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2021 (continued)

2. Investment income

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Deposit account interest	433	-	433	1,162
	<u>433</u>	<u>-</u>	<u>433</u>	<u>1,162</u>

3. Expenditure on charitable activities

	Strategic representation £	Development services £	Commercial activities £	Total 2021 £	Total 2020 £
Operational and support costs					
Staff costs	284,678	45,856	26,010	356,544	290,819
Project costs	-	694,467	-	694,467	479,283
Support costs (see note 4)	32,821	40,634	2,931	76,386	71,203
Governance costs (see note 4)	5,452	-	-	5,452	4,428
	<u>322,951</u>	<u>780,957</u>	<u>28,941</u>	<u>1,132,849</u>	<u>845,733</u>

Total expenditure on charitable activities was £1,132,849 (2020 - £845,733) of which £62,216 (2020 - £86,496) was unrestricted and £1,070,633 (2020 - £759,237) was restricted.

4. Analysis of support and governance costs

	General support £	Governance function £	Total 2021 £	Total 2020 £
Training and recruitment	1,696	-	1,696	485
Insurance	2,245	-	2,245	2,556
General office costs	51,013	-	51,013	45,743
Independent examiner's remuneration	-	-	-	1,854
Auditor's remuneration	-	4,200	4,200	-
Accountancy services	12,730	-	12,730	11,066
Legal and other professional	3,253	-	3,253	5,072
Bank charges	69	-	69	(164)
Other support costs	5,380	1,252	6,632	9,019
	<u>76,386</u>	<u>5,452</u>	<u>81,838</u>	<u>75,631</u>

The allocation of general support and governance costs is based upon Strategic, Development and Commercial income as a percentage of total income received.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2021 (continued)

5. Net income/(expenditure) for the year

Net income / (expenditure) is stated after charging:

	Total 2021 £	Total 2020 £
Depreciation of tangible fixed assets	2,888	2,605
Operating lease rentals		
Premises	28,020	22,020
Office equipment	1,158	1,158
Independent examiner's remuneration	-	1,854
Auditor's remuneration	4,200	-
	<u>4,200</u>	<u>-</u>

6. Trustees and key management personnel remuneration and expenses

The trustees neither received nor waived any remuneration during the year (2020 - £nil) neither were they reimbursed expenses during the year (2020 - £nil).

The Trust considers its key management personnel comprise Chief Executive Officer, Deputy Chief Executive Officer, Director of Operations & Development and Creative Director. The total amount of employee benefits received by key management personnel was £174,540 (2020 - £152,224).

7. Analysis of staff costs and numbers

Staff costs :

	Total 2021 £	Total 2020 £
Wages and salaries	312,459	252,779
Social security costs	31,279	24,324
Pension costs	12,806	13,716
	<u>356,544</u>	<u>290,819</u>

No employees received total employee benefits of more than £60,000.

Staff numbers :

The average monthly number of employees and full time equivalents during the year was as follows:

	2021 Number	2021 FTE	2020 Number	2020 FTE
Charitable activities	16	15	9	9
Management	4	4	4	4
	<u>20</u>	<u>19</u>	<u>13</u>	<u>13</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2021 (continued)

8. Tangible fixed assets

	Fixtures & fittings £	Office equipment £	Total £
Cost			
At 1 April 2020	14,696	72,890	87,586
Additions	-	880	880
At 31 March 2021	14,696	73,770	88,466
Depreciation			
At 1 April 2020	14,696	69,174	83,870
Charge for the year	-	2,888	2,888
At 31 March 2021	14,696	72,062	86,758
Net book values			
At 31 March 2021	-	1,708	1,708
At 31 March 2020	-	3,716	3,716

9. Debtors

	Total 2021 £	Total 2020 £
Debtors from operations	25,255	9,155
Prepayments and accrued income	23,053	17,328
Other debtors	98,887	90,168
	147,195	116,651

10. Creditors - amounts falling due within one year

	Total 2021 £	Total 2020 £
Creditors from operations	25,633	33,095
Accruals and deferred income	834,737	587,389
GM2LF Big Local	52,587	112,833
Other creditors	154	3,377
	913,111	736,694

The amount of £52,587 (2020: £112,833) is for funds held on behalf of GM2LF Big Local. The Grace Mary to Lion Farm (GM2LF) Big Local is one of 150 community-led groups throughout England and Wales who have been granted £1million to be spent over 10 years. Big Local is being run by Local Trust, which is working with over £200m from the Big Lottery Fund and a range of partners, providing expert advice and support for residents. SCVO fulfils the role of 'LTO' (Locally Trusted Organisation) for the GM2LF Big Local Partnership. The amount held on behalf of GM2LF at 31 March 2021 is shown as part of the restricted fund in note 13.

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2021 (continued)

10. Creditors - amounts falling due within one year (continued)

	Total 2021 £	Total 2020 £
Deferred income		
Deferred income at 1 April 2020	584,585	249,665
Resources deferred in the year	341,299	575,735
Amounts released from previous years	(102,844)	(240,815)
Deferred income at 31 March 2021	<u>823,040</u>	<u>584,585</u>

At the balance sheet date the charity was holding funds received in advance for services due to be delivered after the year end.

11. Commitments under operating leases

At 31 March 2021 the charity was committed to making the following payments under non-cancellable operating leases :

	Land and buildings		Other	
	Total 2021 £	Total 2020 £	Total 2021 £	Total 2020 £
Within one year	28,000	28,000	1,158	1,158
Within two to five years inclusive		-	1,736	2,894
	<u>28,000</u>	<u>28,000</u>	<u>2,894</u>	<u>4,052</u>

12. Analysis of funds

	Balance at 1 April 2020 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2021 £
Restricted funds					
General fund	<u>18,739</u>	<u>1,016,609</u>	<u>(1,070,633)</u>	<u>35,285</u>	<u>-</u>
Unrestricted funds					
General fund	333,573	156,550	(62,216)	(35,285)	392,622
Designated fund	-	-	-	-	-
	<u>333,573</u>	<u>156,550</u>	<u>(62,216)</u>	<u>(35,285)</u>	<u>392,622</u>
Total funds	<u>352,312</u>	<u>1,173,159</u>	<u>(1,132,849)</u>	<u>-</u>	<u>392,622</u>

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2021 (continued)

12. Analysis of funds (continued)

Name of fund	Description, nature and purpose of fund
Restricted general fund	Money given to the charity where the donor requires that a grant or donation be spent for a specific project.
Unrestricted general fund	The free reserves of the charity which are not designated for particular purposes.
Designated fund	Unrestricted income for which the trustees had formerly designated a particular purpose which they believe now is unnecessary.

13. Analysis of net assets between funds

Fund balances at 31 March 2021
are represented by:

	Unrestricted funds £	Restricted funds £	Total funds £
Tangible fixed assets	1,708	-	1,708
Current assets	1,251,438	52,587	1,304,025
Current liabilities	(860,524)	(52,587)	(913,111)
Total net assets	392,622	-	392,622

14. Capital commitments

There were no capital commitments at 31 March 2021 nor at 31 March 2020.

15. Reconciliation of net income/(expenditure) to net cash flow from operating activities

	Total 2021 £	Total 2020 £
Net income/(expenditure) for the year	40,310	39,666
Depreciation	2,888	2,605
Interest receivable	(433)	(1,162)
(Increase) / decrease in debtors	(30,544)	18,855
Increase in creditors	176,417	394,074
Net cash flow from operating activities	188,638	454,038

S.C.V.O.
(A Company Limited by Guarantee)

Notes to the financial statements for the year ended 31 March 2021 (continued)

16. Pension commitments

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £12,806 (2020 - £13,716). There were no outstanding contributions at the end of the financial year (2020 - £3,148).

17. Related party transactions

The following related party transactions took place during the period :

Black Country Together CIC

A community interest company in which the charity owns 25% by way of guarantee

Services recharged to related party during the year
Amount due from related party at year end

2021 £	2020 £
70,114	52,969
<u>16,490</u>	<u>-</u>

Krunch UK

Mr Jon Grant (trustee) is an employee (CEO) of Krunch UK

Grants paid to related party during the year

2021 £	2020 £
29,255	-
<u>29,255</u>	<u>-</u>

African Speaking French Community Support

Mr Jacques Matensi-Kubanza (trustee) is a trustee (chairman) of African Speaking French Community Support

Grants paid to related party during the year

2021 £	2020 £
15,770	-
<u>15,770</u>	<u>-</u>