

# FOLKESTONE RAINBOW CENTRE

England & Wales · Charity number 1096570

## Details

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**Other names** RAINBOW CENTRE

**Status** Registered

**Legal form** Charitable company

**Company number** [04318070](#)

**Registered** 2003-03-18

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

## Contact

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**Address** Cornerstone  
69 Sandgate Road  
Folkestone  
Kent  
CT20 2AF

**Phone** 01303850733

**Email** [enquiries@rainbow-centre.org](mailto:enquiries@rainbow-centre.org)

**Website** [www.rainbow-centre.org](http://www.rainbow-centre.org)

## Activities

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**Objects:** FOR THE BENEFIT OF THE INHABITANTS OF FOLKESTONE AND NEIGHBOURHOOD WITHOUT DISTINCTION OF SEX, COLOUR, AGE OR POLITICAL, RELIGIOUS OR OTHER OPINIONS, AND TO PROMOTE THE RELIEF OF PEOPLE IN NEED IN ANY MANNER WHICH NOW IS AND HEREAFTER MAY BE DEMISED BY LAW TO BE CHARITABLE, INCLUDING THE RELIEF OF POVERTY AND ADVANCEMENT OF LEARNING.

**Activities:** Supporting individuals and families in need through a crisis. Investing in the wellbeing of children in the Folkestone and Hythe District of Kent.

## Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Acts As An Umbrella Or Resource Body
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, The Prevention Or Relief Of Poverty
- **Who:** Children/young People, The General Public/mankind

## Geography

- **Area of benefit:** FOLKESTONE.
- Kent

## Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£560,566	£531,157	£1,370,911	14
2023-12-31	£530,697	£508,387	£1,341,503	14
2022-12-31	£653,405	£418,682	£1,319,195	14
2021-12-31	£465,131	£347,235	-	-
2020-12-31	£349,292	£317,720	-	-

## Trustees

Name	Role	Appointed
Dr PETER LE FEUVRE	Chair	2016-02-01
Ada Foreman		2025-09-23
Andrew Galloway Ferguson		2022-04-26
DOROTHY DOUSE		
ELIZABETH JANE PETTERSEN		2017-10-01
Gareth Ian Webber		2022-07-19
Jeremy Colin Russell		2016-04-01
NICHOLAS JOHN BUCKLEY		2017-10-01
Sharon Paine		2026-03-22

**FOLKESTONE RAINBOW CENTRE**

England & Wales - Charity number 1096570

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# Accounts

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Company registration number: 04318070

Charity registration number: 1096570

# Folkestone Rainbow Centre

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2024

Beresfords  
Chartered Certified Accountants  
1-2 Rhodium Point  
Spindle Close  
Hawkinge  
Folkestone  
Kent  
CT18 7TQ

## Folkestone Rainbow Centre

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## **Folkestone Rainbow Centre**

### **Reference and Administrative Details**

<b>Trustees</b>	Mr N J Buckley Mrs J A Doherty Miss D Douse Mr A G Ferguson Dr P Le Feuvre Mrs E J Pettersen Dr J Russell Reverend G I Webber
<b>Secretary</b>	Mr S C Corner
<b>Registered Office</b>	Cornerstone 69 Sandgate Road Folkestone Kent CT20 2AF
<b>Company Registration Number</b>	04318070
<b>Charity Registration Number</b>	1096570
<b>Independent Examiner</b>	Beresfords Chartered Certified Accountants 1-2 Rhodium Point Spindle Close Hawkinge Folkestone Kent CT18 7TQ

# Folkestone Rainbow Centre

## Trustees' Report

### STRUCTURE, GOVERNMENT AND MANAGEMENT

The trustees, who are directors for the purposes of company law, present the annual strategic report together with the financial statements of the charitable company for the year ended 31 December 2024.

The Folkestone Rainbow Centre is a company limited by guarantee governed by its Memorandum and Articles of Association dated 6 November 2001. This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The Centre is also registered as a charity with the Charity Commission. The trustees have prepared the annual report and financial statements in accordance with the charity's governing document, the requirements of charity law, in particular the Commission's Statement of Recommended Practice. The trustees confirm that they have had regard to the commission's guidance on public benefit when exercising their powers and duties to which the guidance is relevant. The ways in which the charity has contributed to public benefit are set out in the statement of activities.

### Risk Management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. A detailed risk register is maintained and updated at least once a year.

### OBJECTIVES AND ACTIVITIES

#### Aims and Objectives

The Rainbow Centre is a Christian charity whose purpose is to deliver services in Folkestone and Hythe to provide support and hope to individuals and families experiencing deprivation or hardship.

The Objects of the Rainbow Centre, as recorded by the Charity Commission are 'For the benefit of the inhabitants of Folkestone and neighbourhood without distinction of sex, colour, age or political, religious or other opinions, and to promote the relief of people in need in any manner which now is and hereafter may be demised by law to be charitable, including the relief of poverty and advancement of learning'.

Underpinning the objective are five values which provide a quality framework for all work which is undertaken in the name of the Rainbow Centre.

- Respect
- Compassion
- Excellence
- Collaboration
- Commitment

# Folkestone Rainbow Centre

## Trustees' Report

### ACHIEVEMENT AND PERFORMANCE

#### Overview

In 2024, the Rainbow Centre maintained all of its long-standing services, some of which needed to expand to respond to increasing demand, especially by people experiencing homelessness. Greater numbers of people attend our Breakfast Club, benefiting from a warm and friendly space, and from the increased range of services that are on offer.

Along with our church partners we ran another successful Winter Shelter in a local B&B. Through the support of our many volunteers, hot evening meals were provided seven nights a week.

Our mobile combined foodbank and Pantry continues to operate each weekday at different venues in the district, and the Hythe Pantry remains well used and well supported. The year has seen an increase in the number of charities providing food for the people of Folkestone. This has led to a slight reduction in the Foodstop service that is run three evenings a week

Our Money Matters scheme, that supports people in financial difficulty, has seen a change following the closure of the local Citizens Advice service. This has led to the Rainbow Centre negotiating with Dover and Deal CA who would then employ the financial adviser working in the service.

The Family Contact Centre continues to provide a vital support in our local community. This year, it received accreditation from the National Association of Child Contact Centres.

There has been an increase in the rental of the Rainbow shop, that has led to a decrease in the surplus funds from the takings of the shop that are available to the Rainbow Centre.

In anticipation of our 40th anniversary, we recruited a marketing and communications consultant to help to plan the publicity and events for the coming year

We remained in discussion with the District Methodist Church to plan together for multi-purpose buildings on the site of the old Methodist Church in the centre of Folkestone.

As well as generous support from both central and local government, we continue to be blessed with kind donations from local businesses, supporters and residents. We had another healthy financial year, with many successful funding bids, and our reserves remain stable and sufficient.

Thanks to Mary Stredwick, our Chief Executive, we have strong ongoing relationships with the local Council, and local Churches and businesses.

#### Homeless Support Service and Rainbow Club

Evictions are rising, averaging three per week, totalling around 100 this year. Many landlords issue Section 21 no-fault eviction notices to sell their properties or reclaim them for new tenants. Significant challenges remain, including a lack of available move-on accommodation and rising rents. Our clients who are single, unemployed and homeless face daily obstacles in finding housing, as few landlords accept them. Local council criteria regarding local connections and priority needs further limit clients' options. Additionally, many clients struggle to pay rising rents, leading to increased requests for clothing and food assistance. We are also seeing more clients with dual diagnoses or ongoing mental health issues, and are actively building partnerships with statutory mental health services.

## Folkestone Rainbow Centre

### Trustees' Report

Most individuals using our Homeless Support Service needed help completing housing applications, advice, and advocacy, with at least 70% of our clients requiring this assistance. Our clients, aged 18 to 72, include approximately 75% males, 20% females, and 5% identifying as non-binary or other genders. Currently, 20% are employed, while another 20% are seeking work. We have also supported 20 recently released offenders, offering Day Centre services since we may not provide housing support for some. Some of those vulnerably housed end up sleeping rough and rely on our practical support of showers, breakfast club, laundry facility, registering with GPs, postal address and referrals to specialist agencies. We attended to a total of 88 new clients; 520 telephone enquiries requesting housing advice and other support, including access to showers (520), laundry (400), food parcels, 15 per week, and 4 clients per dental bus quarterly visit; 6 haircuts per monthly visit and 60 postal clients.

Despite challenges, our efforts have led to 15 clients moving into permanent accommodation. We've secured grants for essential household items, sustained ten tenancies, and provided informal support to several clients.

Our Rainbow Club operates from 10 am to noon, Monday through Friday, serving around 35 clients daily. Clients enjoy breakfast and can access information about local food outlets. This year, we have provided nearly 1,000 breakfasts and distributed about 15 "Take Food Friday" bags weekly to rough sleepers.

The Rainbow Centre is recognised as a community hub, collaborating with Porchlight for weekly drop-in services and working closely with the local Council and Social Services. Forward Trust runs a drug and alcohol recovery clinic every Friday, while our weekly nurse assists clients with referrals. A quarterly health day, now attended by 8-10 support services, including a dental van, continues to meet client health needs. Other services include a benefits maximisation clinic and a drug and alcohol recovery service offered by Reach Out And Recover (ROAR). Barbers volunteer monthly to provide haircuts, and a CXXK-run numeracy course has helped six clients improve their financial skills. Our garden project at Harbour Church, which produced vegetables, will resume soon. We thank our volunteer team of 30 dedicated individuals and our staff team of 4 who deliver the service.

#### **Shepway Food Bank**

Shepway Foodbank, part of the Folkestone Rainbow Centre and Trussell Trust Network, has provided emergency food since 2014 and has evolved from handing out essential food parcels to offering much support. The majority of people needing emergency food do so due to other more critical circumstances, such as debt, mental health, and homelessness, and the support given is to tackle these underlying causes of their food crisis.

We are here to empower people, not to depend on food banks through our financial inclusion partnership project with Trussell Trust and Shepway Citizen Advice which is coaching Foodbank users on budgeting, managing debt, and benefits income maximisation coupled with cooking demonstrations, signposting them to services for assistance, whether to our homeless support team or outside agencies.

Shepway Foodbank has one static New Romney service and a mobile service visiting five locations in Cheriton, Hawkinge, Lydd, Folkestone Academy (until May 2024) and East Folkestone. The combined locations fulfilled 712 food vouchers, 24% of which were due to the rising costs of essentials. With our 95 referral agents, we fed 1439 people in 2024: 995 adults & 444 children. These figures have shown a continued decrease over the last 2 years. This is not only due to the Rainbow Centre's pantry offering, but there are far more organisations in Folkestone who have started or responded to the cost of living crisis, establishing projects to help those in need, which means more opportunities to access food in and around the town centre. However, the same cannot be said for the rural areas of our district, where 24.5% of food parcels were distributed. Nearly 30% of people needing to access the foodbank more than 3 times in six months were due to low income. The highest number of food parcels went to the age group 35 - 44 years. The hardest hit in 2024 were single people, over 57% of the vouchers we fulfilled; this is an increase of nearly 10% from 2023. We are seeing many foodbank service users transfer to the Pantry service, and the change in their ability to 'pay their way' has been tremendous.

## **Folkestone Rainbow Centre**

### **Trustees' Report**

We rely solely on generous donations from churches, schools, local organisations/businesses, the general public, and surplus items from supermarkets, mainly bread and bakery goods.

We work very hard in the background to ensure we have enough stock in our warehouse to meet Foodbank and Pantry needs and also supply the Rainbow Centre's services, including FoodStop, Homeless Support Service and Winter Shelter. We increased community collection points; use of the Bank the Food app, supermarket drives, and in May we launched The 'Gift of Nourishment' initiative in partnership with Lenihan's Veg Van and New Romney Butchers. The initiative allows local small businesses to donate directly to us, generating £2,240 towards fresh produce purchases. Harvest 2024 was a bumper for Shepway Foodbank; four back-to-back food drives at Waitrose Hythe, Tesco Cheriton, Sainsburys West Park Farm Folkestone & Asda Folkestone boosted stock by 4,327 kg and contributions of fresh produce from the Hythe Environmental Gleaners Group. Our total stock for 2024 was 45,579 kg, which is 1,846 kg less than 2023. This reflects the cost of living crisis. The average price of a food parcel for a single person is £45, and for a family of four, £78.

#### **Food Pantries**

Our static Hythe Pantry and Mobile Pantries are part of the Your Local Pantry network, with 100+ pantries throughout the UK. A pantry aims to capture people before they reach a crisis point and require access to the Foodbank; it is for those struggling financially to make ends meet and softens the blow of high living costs. It is also the most natural transition from using the Foodbank to the Pantry, bridging the gap between commercial supermarkets and the Foodbank. To access the service, people self-refer and apply online to become members. Upon approval, members pay a fee of £7 per visit and receive approximately £45 of shopping, including ambient, frozen, and fresh produce.

Since October 2024, the Foodbank and Pantries are offered simultaneously as a mobile service in five locations (Cheriton, Hawkinge, Lydd, Folkestone Academy (until May 2024) and East Folkestone). Each location has the vital community space, where anyone accessing either the Foodbank or Pantry can come in relax, have a refreshment, chat to us and engage with agencies, including CAB, NHS One You, Community Wardens, Southern Water Vulnerability officers, Shaw Trust Health & Work programme, F&HDC Welfare team. At the Hythe Pantry, there is a clothes rail available to our members, they can help themselves for a small donation, items for their selves and their family. We also have a book swap available. Many members also donate clothes or books, making them feel part of the community we are building. The mobile service is helping more people access food than ever before.

The Mobile Pantries supported 2,067 visits to feed 5,252 people, 3,464 adults, and 1,788 children. Add this number to the Hythe Pantry, which saw an average of 134 members utilise the service during 2024, with 2,251 visits from January 2024 through December 2024. The total number of people supported is 12,038 people in our community during 2024.

#### **FoodStop**

Despite the challenges this year, Food Stop has continued as an outreach service run by a dedicated team of volunteers, providing essential support three nights a week to those living on the streets. At the end of 2023, we learned that two new groups had started providing hot meals: one at our location behind the police station and another at the Clock Tower. Initially, this provision was for two nights a week, but it was soon increased to six nights a week. This change impacted our service, leading us to reluctantly withdraw from the town venue during the week while maintaining a presence at the seafront in May.

Due to the changes, comparing statistics year on year is challenging. Throughout the year, we supported 2,270 people with bags containing sandwiches, tins or packets of soup, baked beans, and a tinned meal, fruit, custard, or rice pudding. We also offer hot drinks, biscuits, and homemade cakes, which local supporters donate.

#### **Folkestone Churches Winter Shelter (FCWS)**

## **Folkestone Rainbow Centre**

### **Trustees' Report**

The Winter Shelter, a collaborative project of the Rainbow Centre and local churches, operated from December 1, 2024, to February 28, 2025. This was our fifth year running a static shelter. During this period, we accommodated 15 guests, including one dog and one cat, in 12 pre-booked rooms. The project ran smoothly, and guests expressed appreciation as they quickly connected with staff, volunteers, and each other.

While our shelter officially ended on February 28, we extended operations until March 15 to support six guests with upcoming move-ins. By March 15, we had admitted 15 guests-4 women and 11 men. Of these, 13 secured accommodation, one went to Colchester, the Council prioritised another for housing, and two guests regrettably could not engage.

We were fortunate to have an exceptional partnership with our local churches and community. We extend our heartfelt thanks to the 87 volunteers from the church community and other individuals and businesses who generously donated their time, support, and resources to our shelter and Day Centre guests. We especially want to thank our Homeless Support staff members who demonstrated flexibility, took on additional responsibilities at short notice, worked evenings and weekends, when our Winter Shelter Coordinator left his post abruptly.

#### **Family Contact**

The Family Contact Centre is a crucial service that significantly impacts families who have experienced separation and wish to maintain contact with their children. The Centre provides a safe and welcoming environment where children can engage with their parents, siblings, and other family members. Furthermore, we offer a handover service during our operating hours. Our primary focus is to prioritise the unique needs of each family, including those with children who have additional needs. Our dedicated staff are trained to facilitate supported contact sessions and ensure smooth transitions between parents and children, accommodating ages 0 to 17.

The service operates every other Saturday from 8:45 a.m. to 1:00 p.m. We provide a variety of toys and craft activities for families to enjoy, although we encourage parents to bring their selection of activities as well. Parents often take the initiative to contribute craft activities for special occasions such as birthdays, Halloween, Easter, and Christmas, allowing them to participate in these celebrations actively, which they might otherwise miss.

We are incredibly proud of the quality of service our highly dedicated team of volunteers offers and are pleased to have gained National Association of Child Contact Centres accreditation.

In 2024, we supported 10 families, including 13 children. Four additional families and four children were allocated places; however, they chose not to attend.

## **Folkestone Rainbow Centre**

### **Trustees' Report**

#### **Money Matters Project**

Each year, professionally prepared money advice plans (MAPs) and ongoing mentoring from trained volunteers are provided to those facing unmanageable debt. Unfortunately, the demand for the service, fuelled by the cost of living and unaffordable rents, keeps rising.

The financial advisor's assessment, advice, and volunteer mentor support enable clients to manage their money, deal with debts, and secure other entitlements, improving their overall quality of life.

During the year, the regular Money Matters service assisted fewer clients than in 2023 due to the Money Specialist Adviser being off-sick for a couple of months; 11 mentors and one Debt Specialist supported 42 Clients, whose debt levels ranged from £1,500 to £45,000.

With Trussell Trust funding, a Money Adviser has, throughout the year, alongside the Foodbank and Pantry Service, continued to visit all the locations on a rotating schedule, allowing people to access the money and debt management service no matter where they live within the Folkestone and Hythe district. So far, 53 foodbank clients have been supported, and the aim is to continue promoting the service to those who need it.

In December, we learnt about the sad closure of Citizens Advice Shepway before Christmas, thus ending a partnership between one of the last original organisations. We are very grateful that Dover, Deal and District Citizens Advice will be stepping in to take their place by providing a Debt Specialist to work on a different project called Money First Aid, which also helps clients in debt.

#### **FINANCIAL REVIEW**

##### **Reserves Policy**

It has been the policy of the charity to keep cash assets of a minimum of three months running costs with a target of about six months. Trustees clarified in the course of the year that this minimum and target applied separately to the charity's restricted and unrestricted reserves.

As at 31 December 2024 cash at bank and in hand was £1,032,432, of which £776,791 related to restricted funds and £100,000 related to designated funds. After allowing for liabilities of £17,628 the remaining balance stands at £138,013 which represents about three months of total monthly expenditure and around six months expenditure from unrestricted funds.

##### **TRUSTEE APPOINTMENTS**

Alison Pemberton became a trustee on 16th July 2024 and resigned as a trustee on 24th September 2024.

# Folkestone Rainbow Centre

## Trustees' Report

### FUTURE DEVELOPMENTS

The Folkestone Rainbow Centre has been offered the use of a hotel in the town for the purposes of emergency and supported housing for homeless people. We will seek planning permission for change of use, and hope to have this facility available for the winter of 25-26. We continue to refine plans for the development of the former Methodist Church in Sandgate Road, and we look forward to receiving planning permission for this structure, that will allow us to begin the necessary fund-raising. If this project is permitted, we would plan to re-locate our offices to these new premises.

Approved by the Board and signed on its behalf by:

  
.....

Dr P Le Feuvre

Chair of Trustees

Date..... 30/7/25.

## Folkestone Rainbow Centre

### Statement of Trustees' Responsibilities

The trustees (who are also the directors of Folkestone Rainbow Centre 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 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 can disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company 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 governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on .....<sup>30/7/25</sup> and signed on its behalf by:

.....  
Dr P Le Feuvre  
Trustee

## Folkestone Rainbow Centre

### Independent Examiner's Report to the trustees of Folkestone Rainbow Centre ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2024.

#### Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### Independent examiner's statement

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Association of Chartered Certified Accountants, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of Folkestone Rainbow Centre as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

  
.....  
Mr Dan Payne FCCA  
Beresfords  
Chartered Certified Accountants  
1-2 Rhodium Point  
Spindle Close  
Hawkinge  
Folkestone  
Kent  
CT18 7TQ

Date: 30/12/25

**Folkestone Rainbow Centre**

**Statement of Financial Activities for the Year Ended 31 December 2024  
(Including Income and Expenditure Account and Statement of Total Recognised Gains  
and Losses)**

	Note	Unrestricted £	Restricted £	Total 2024 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	242,117	47,078	289,195
Charitable activities	4	-	194,345	194,345
Other trading activities	5	10,574	-	10,574
Investment income	6	57,452	-	57,452
Other income	7	9,000	-	9,000
Total Income		<u>319,143</u>	<u>241,423</u>	<u>560,566</u>
<b>Expenditure on:</b>				
Charitable activities	8	<u>(282,709)</u>	<u>(248,448)</u>	<u>(531,157)</u>
Total Expenditure		<u>(282,709)</u>	<u>(248,448)</u>	<u>(531,157)</u>
Net income/(expenditure)		36,434	(7,025)	29,409
Transfers between funds		<u>(51,580)</u>	<u>51,580</u>	-
Net movement in funds		(15,146)	44,555	29,409
Total funds brought forward		<u>583,418</u>	<u>758,084</u>	<u>1,341,502</u>
Total funds carried forward	20	<u><u>568,272</u></u>	<u><u>802,639</u></u>	<u><u>1,370,911</u></u>

The notes on pages 14 to 29 form an integral part of these financial statements.

## Folkestone Rainbow Centre

### Statement of Financial Activities for the Year Ended 31 December 2024 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

#### 2023 Accounts

	Note	Unrestricted £	Restricted £	Total 2023 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	105,469	56,534	162,003
Charitable activities	4	-	263,754	263,754
Other trading activities	5	25,953	941	26,894
Investment income	6	55,046	-	55,046
Other income	7	23,000	-	23,000
Total Income		<u>209,468</u>	<u>321,229</u>	<u>530,697</u>
<b>Expenditure on:</b>				
Charitable activities	8	<u>(260,807)</u>	<u>(247,580)</u>	<u>(508,387)</u>
Total Expenditure		<u>(260,807)</u>	<u>(247,580)</u>	<u>(508,387)</u>
Net (expenditure)/income		<u>(51,339)</u>	<u>73,649</u>	<u>22,310</u>
Net movement in funds		(51,339)	73,649	22,310
Total funds brought forward		<u>634,758</u>	<u>684,435</u>	<u>1,319,193</u>
Total funds carried forward	20	<u>583,419</u>	<u>758,084</u>	<u>1,341,503</u>

The notes on pages 14 to 29 form an integral part of these financial statements.

**Folkestone Rainbow Centre**  
**(Registration number: 04318070)**  
**Balance Sheet as at 31 December 2024**

	Note	2024 £	2023 £
<b>Fixed assets</b>			
Tangible assets	15	358,671	377,955
Investments	16	<u>1</u>	<u>1</u>
		<u>358,672</u>	<u>377,956</u>
<b>Current assets</b>			
Debtors	17	11,582	18,542
Cash at bank and in hand	18	<u>1,032,432</u>	<u>986,366</u>
		1,044,014	1,004,908
<b>Creditors: Amounts falling due within one year</b>	19	<u>(31,775)</u>	<u>(41,361)</u>
<b>Net current assets</b>		<u>1,012,239</u>	<u>963,547</u>
<b>Net assets</b>		<u>1,370,911</u>	<u>1,341,503</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		802,639	758,084
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>568,272</u>	<u>583,419</u>
<b>Total funds</b>	20	<u>1,370,911</u>	<u>1,341,503</u>

For the financial year ending 31 December 2024 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements on pages 11 to 29 were approved by the trustees, and authorised for issue on 30/7/25 and signed on their behalf by:

.....  
  
Dr P Le Feuvre  
Trustee

The notes on pages 14 to 29 form an integral part of these financial statements.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

#### 1 Charity status

The charity is a private company limited by guarantee and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Cornerstone  
69 Sandgate Road  
Folkestone  
Kent  
CT20 2AF

#### 2 Accounting policies

##### Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### Statement of compliance

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 (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

##### Basis of preparation

Folkestone Rainbow Centre meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

##### Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

##### Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

##### Income and endowments

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

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

#### *Donations and legacies*

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

#### *Grants receivable*

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

#### *Gift aid*

Incoming resources from tax reclaims are included in the Statement of Financial Activities at the same time as the gift to which they relate.

#### *Investment income*

Investment income is recognised on a receivable basis.

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### *Charitable activities*

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### **Support costs**

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

#### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

#### Tangible fixed assets

Individual fixed assets costing £50.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

#### Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Land and buildings	Straight line over the period of the lease.
Furniture and equipment	25% on reducing balance.
Motor vehicles	25% on reducing balance.
Computer equipment	3 years straight line

#### Business combinations

The company and its subsidiary are a small group and as a result do not have to prepare consolidated accounts.

#### Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

#### Trade debtors

Trade debtors are amounts due from customers for services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

#### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

#### Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

#### Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### Financial instruments

##### *Recognition and measurement*

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

##### *Investments*

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

### 3 Income from donations and legacies

	Unrestricted funds £	Restricted £	Total 2024 £	Total 2023 £
Donations and legacies;				
Appeals and donations	155,016	34,333	189,349	136,341
Gift aid tax reclaimed	4,976	2,671	7,647	5,985
Winter Shelter donations	-	10,074	10,074	9,408
Grants, including capital grants;				
Grants receivable	75,291	-	75,291	2,956
Other income	6,834	-	6,834	7,313
	<u>242,117</u>	<u>47,078</u>	<u>289,195</u>	<u>162,003</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

#### 4 Income from charitable activities

	Restricted £	Total 2024 £	Total 2023 £
FoodStop	5,456	5,456	6,382
The Pantry	26,313	26,313	14,880
Folkestone Churches Winter Shelter	90,863	90,863	142,358
Food Bank	34,976	34,976	95,134
Money Matters	36,737	36,737	5,000
	<u>194,345</u>	<u>194,345</u>	<u>263,754</u>

#### 5 Income from other trading activities

	Unrestricted funds £	Total 2024 £	Total 2023 £
Events income;			
Fundraising events	10,574	10,574	26,894
	<u>10,574</u>	<u>10,574</u>	<u>26,894</u>

#### 6 Investment income

	Unrestricted funds £	Total 2024 £	Total 2023 £
Interest receivable and similar income;			
Interest receivable on bank deposits	24,150	24,150	17,288
Income from rents	33,302	33,302	37,758
	<u>57,452</u>	<u>57,452</u>	<u>55,046</u>

#### 7 Other income

	Unrestricted funds £	Total 2024 £	Total 2023 £
Income from trading subsidiary	9,000	9,000	23,000

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

#### 8 Expenditure on charitable activities

	Note	Unrestricted funds £	Restricted £	Total 2024 £	Total 2023 £
General		1,740	-	1,740	809
FoodStop		-	3,279	3,279	4,790
Folkestone Churches Winter Shelter		-	95,324	95,324	103,853
Homeless Support Service		135,751	-	135,751	131,116
Contact		2,771	-	2,771	2,594
Food Bank		-	73,703	73,703	68,871
Money Matters		-	46,634	46,634	42,819
Allocated support costs	9	137,130	25,988	163,118	145,699
Governance costs	9	5,317	3,520	8,837	7,836
		<u>282,709</u>	<u>248,448</u>	<u>531,157</u>	<u>508,387</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

#### 9 Analysis of governance and support costs

##### Support costs allocated to charitable activities

	Other support costs £	Total 2024 £	Total 2023 £
FoodStop	1,500	1,500	(877)
Folkestone Churches Winter Shelter	2	2	2
Contact	1,650	1,650	1,500
Food Bank	19,464	19,464	19,900
Fixed assets fund	3,090	3,090	3,090
Money Matters	1,932	1,932	1,932
Wages	64,144	64,144	60,267
Staff NIC	2,567	2,567	2,392
Staff pensions	1,920	1,920	2,263
Recruitment and employment costs	2,057	2,057	119
Rates	2,953	2,953	1,018
Light and heat	7,439	7,439	4,241
Insurance	7,074	7,074	6,504
Repairs	2,559	2,559	(631)
Telephone	(721)	(721)	363
Computer expenses	6,210	6,210	6,243
Printing, postage and stationery	880	880	1,948
Sundry expenses	1,108	1,108	1,313
Cleaning	6,852	6,852	11,850
Travelling	59	59	-
Legal and professional fees	20,669	20,669	13,600
Bank charges	79	79	64
Depreciation	9,611	9,611	8,598
Bad debts	20	20	-
	<u>163,118</u>	<u>163,118</u>	<u>145,699</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

#### Governance costs

	Unrestricted funds £	Restricted £	Total 2024 £	Total 2023 £
Independent examiner fees				
Examination of the financial statements	2,220	-	2,220	2,220
Other governance costs	3,097	3,520	6,617	5,616
	5,317	3,520	8,837	7,836

#### 10 Net incoming/outgoing resources

Net incoming resources for the year include:

	2024 £	2023 £
Profit on disposal of tangible fixed assets	-	(2,877)
Depreciation of fixed assets	25,447	28,110

#### 11 Trustees remuneration and expenses

No trustees have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

#### 12 Staff costs

The aggregate payroll costs were as follows:

	2024 £	2023 £
<b>Staff costs during the year were:</b>		
Wages and salaries	226,347	220,052
Social security costs	12,256	11,995
Pension costs	5,298	5,409
	243,901	237,456

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

The monthly average number of persons (including senior management team) employed by the charity during the year was as follows:

	2024 No	2023 No
Service delivery	9	8
Support	2	2
Winter Shelter	1	2
Food Bank	2	2
	<u>14</u>	<u>14</u>

The average number of employees during 2024 includes 5 full time staff and the remainder is made up of part time staff.

The average full time equivalent for the year was 9.49.

No employee received emoluments of more than £60,000 during the year.

#### 13 Independent examiner's remuneration

	2024 £	2023 £
Examination of the financial statements	<u>2,220</u>	<u>2,220</u>

#### 14 Taxation

The company is a registered charity and is exempt from corporation tax on its charitable activities.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

#### 15 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Motor vehicles £	Computer equipment £	Total £
<b>Cost</b>					
At 1 January 2024	374,604	58,092	80,730	19,223	532,649
Additions	<u>-</u>	<u>3,644</u>	<u>-</u>	<u>2,520</u>	<u>6,164</u>
At 31 December 2024	<u>374,604</u>	<u>61,736</u>	<u>80,730</u>	<u>21,743</u>	<u>538,813</u>
<b>Depreciation</b>					
At 1 January 2024	56,392	50,034	35,755	12,514	154,695
Charge for the year	<u>4,028</u>	<u>2,927</u>	<u>11,244</u>	<u>7,248</u>	<u>25,447</u>
At 31 December 2024	<u>60,420</u>	<u>52,961</u>	<u>46,999</u>	<u>19,762</u>	<u>180,142</u>
<b>Net book value</b>					
At 31 December 2024	<u>314,184</u>	<u>8,775</u>	<u>33,731</u>	<u>1,981</u>	<u>358,671</u>
At 31 December 2023	<u>318,212</u>	<u>8,058</u>	<u>44,975</u>	<u>6,709</u>	<u>377,954</u>

Included within the net book value of land and buildings above is £Nil (2023 - £Nil) in respect of freehold land and buildings and £314,184 (2023 - £318,212) in respect of leaseholds.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

#### 16 Fixed asset investments

	2024 £	2023 £
Shares in group undertakings and participating interests	1	1

#### Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
<b>Cost</b>		
At 1 January 2024	1	1
At 31 December 2024	1	1
<b>Net book value</b>		
At 31 December 2024	1	1
At 31 December 2023	1	1

#### Details of undertakings

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held		Principal activity
			2024	2023	
<b>Subsidiary undertakings</b>					
FRC Commercial Enterprises Ltd	England and Wales	Ordinary	100%	100%	Charity shop

#### Subsidiaries

The loss for the financial period of FRC Commercial Enterprises Ltd was £461 (2023 - £5,012) and the aggregate amount of capital and reserves at the end of the period was £6,589 (2023 - £7,050).

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

#### 17 Debtors

	2024 £	2023 £
Trade debtors	2,750	9,220
Prepayments	5,953	7,984
Other debtors	2,879	1,338
	<u>11,582</u>	<u>18,542</u>

#### 18 Cash and cash equivalents

	2024 £	2023 £
Cash on hand	1,268	988
Cash at bank	1,031,164	985,378
	<u>1,032,432</u>	<u>986,366</u>

#### 19 Creditors: amounts falling due within one year

	2024 £	2023 £
Trade creditors	16,212	18,371
Other taxation and social security	4,212	5,403
Other creditors	688	9,389
Accruals	10,663	8,198
	<u>31,775</u>	<u>41,361</u>

**Folkestone Rainbow Centre**

**Notes to the Financial Statements for the Year Ended 31 December 2024**

<b>20 Funds</b>	<b>Balance at 1 January 2024 £</b>	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Transfers £</b>	<b>Balance at 31 December 2024 £</b>
<b>Unrestricted</b>					
General	483,418	319,143	(282,709)	(51,580)	468,272
Designated	100,000	-	-	-	100,000
<b>Total unrestricted</b>	<u>583,418</u>	<u>319,143</u>	<u>(282,709)</u>	<u>(51,580)</u>	<u>568,272</u>
<b>Restricted Funds</b>					
FoodStop	30,630	6,272	(4,779)	-	32,123
Folkestone Churches Winter Shelter	167,108	101,093	(95,326)	-	172,875
Food Bank	80,889	97,321	(96,687)	-	81,523
Computer Equipment Purchase Fund	3,090	-	(3,090)	-	-
Property fund	516,118	-	-	-	516,118
Money Matters	(39,751)	36,737	(48,566)	51,580	-
<b>Restricted</b>	<u>758,084</u>	<u>241,423</u>	<u>(248,448)</u>	<u>51,580</u>	<u>802,639</u>
<b>Total funds</b>	<u>1,341,502</u>	<u>560,566</u>	<u>(531,157)</u>	<u>-</u>	<u>1,370,911</u>

Folkestone Rainbow Centre

Notes to the Financial Statements for the Year Ended 31 December 2024

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
<b>2023 Accounts</b>				
<b>Unrestricted</b>				
General	534,758	209,468	(260,807)	483,419
Designated	100,000	-	-	100,000
<b>Total unrestricted</b>	<b>634,758</b>	<b>209,468</b>	<b>(260,807)</b>	<b>583,419</b>
<b>Restricted Funds</b>				
FoodStop	28,161	6,382	(3,913)	30,630
Pre-School Canterbury Road	-	-	-	-
Folkestone Churches Winter Shelter	119,097	151,866	(103,855)	167,108
Food Bank	14,879	157,981	(91,971)	80,889
Computer Equipment Purchase Fund	6,180	-	(3,090)	3,090
Property fund	516,118	-	-	516,118
Money Matters	-	5,000	(44,751)	(39,751)
<b>Restricted</b>	<b>684,435</b>	<b>321,229</b>	<b>(247,580)</b>	<b>758,084</b>
<b>Total funds</b>	<b>1,319,193</b>	<b>530,697</b>	<b>(508,387)</b>	<b>1,341,503</b>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

The specific purposes for which the funds are to be applied are as follows:

The General fund is used for providing the Homeless Support Service and Contact as well as the administration of the charity, FoodStop, Folkestone Churches Winter Shelter and Food Bank.

The designated fund is used for future property repairs and refurbishments or for future property purchases.

The FoodStop fund is used to deliver fresh sandwiches and soup to the homeless and hungry. Income is derived from donations and grants.

The Folkestone Churches Winter Shelter fund is used to support the homeless during the months of December to February. Income is derived from donations and grants.

The Food Bank fund is used for the provision of a food bank in the district. Income is derived from donations and grants.

The fixed asset fund includes a grant which was received for the purchase of computer equipment. The equipment is now fully depreciated and has been transferred to the general fund.

The building fund includes a legacy which was received for future property purchases.

The Money Matters fund is used to provide financial advice to Food Bank clients.

#### 21 Analysis of net assets between funds

	Unrestricted funds		Restricted funds	Total funds at 31 December 2024
	General	Designated		
	£	£	£	£
Tangible fixed assets	321,293	-	37,378	358,671
Fixed asset investments	1	-	-	1
Debtors	8,963	-	2,619	11,582
Cash and short-term deposits	155,641	100,000	776,791	1,032,432
Current liabilities	(17,628)	-	(14,147)	(31,775)
<b>Total net assets</b>	<b>468,270</b>	<b>100,000</b>	<b>802,641</b>	<b>1,370,911</b>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2024

#### 2023 Accounts

	Unrestricted funds		Restricted funds £	Total funds at 31 December 2023 £
	General £	Designated £		
Tangible fixed assets	326,069	-	51,886	377,955
Fixed asset investments	1	-	-	1
Debtors	16,391	-	2,151	18,542
Cash and short-term deposits	161,176	100,000	725,190	986,366
Current liabilities	<u>(20,219)</u>	<u>-</u>	<u>(21,142)</u>	<u>(41,361)</u>
Total net assets	<u>483,418</u>	<u>100,000</u>	<u>758,085</u>	<u>1,341,503</u>

#### 22 Related party transactions

During the year the charity made the following related party transactions:

##### **FRC Commercial Enterprises Ltd**

FRC Commercial Enterprises Ltd operates a second hand store with profits being donated to the Folkestone Rainbow Centre. It has some directors who are also on the board of the charity. The charity owns 100% of the share capital of FRC Commercial Enterprises Ltd and as such it has been identified as a related party.

During the financial year under review the charity received £9,000 (2023 - £23,000) of donations from FRC Commercial Enterprises Ltd. At the balance sheet date the amount due to/from FRC Commercial Enterprises Ltd was £Nil (2023 - £Nil).



**FOLKESTONE RAINBOW CENTRE**

England & Wales - Charity number 1096570

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# Accounts

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Company registration number: 04318070

Charity registration number: 1096570

# Folkestone Rainbow Centre

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2023

Beresfords  
Chartered Certified Accountants  
1-2 Rhodium Point  
Spindle Close  
Hawkinge  
Folkestone  
Kent  
CT18 7TQ

# Folkestone Rainbow Centre

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## Folkestone Rainbow Centre

### Reference and Administrative Details

<b>Trustees</b>	Mr N J Buckley Mrs J A Doherty Miss D Douse Mr A G Ferguson Dr P Le Feuvre Mrs E J Pettersen Dr J Russell Reverend G I Webber
<b>Secretary</b>	Mr S C Corner
<b>Registered Office</b>	Cornerstone 69 Sandgate Road Folkestone Kent CT20 2AF
<b>Company Registration Number</b>	04318070
<b>Charity Registration Number</b>	1096570
<b>Independent Examiner</b>	Beresfords Chartered Certified Accountants 1-2 Rhodium Point Spindle Close Hawkinge Folkestone Kent CT18 7TQ

# **Folkestone Rainbow Centre**

## **Trustees' Report**

### **Small companies provision statement**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

### **STRUCTURE, GOVERNMENT AND MANAGEMENT**

The trustees, who are directors for the purposes of company law, present the annual strategic report together with the financial statements of the charitable company for the year ended 31 December 2023.

The Folkestone Rainbow Centre is a company limited by guarantee governed by its Memorandum and Articles of Association dated 6 November 2001. This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The Centre is also registered as a charity with the Charity Commission. The trustees have prepared the annual report and financial statements in accordance with the charity's governing document, the requirements of charity law, in particular the Commission's Statement of Recommended Practice. The trustees confirm that they have had regard to the commission's guidance on public benefit when exercising their powers and duties to which the guidance is relevant. The ways in which the charity has contributed to public benefit are set out in the statement of activities.

### **Risk Management**

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. A detailed risk register is maintained and updated at least once a year.

### **OBJECTIVES AND ACTIVITIES**

#### **Aims and Objectives**

The Rainbow Centre is a Christian charity whose purpose is to deliver services in Folkestone and Hythe to provide support and hope to individuals and families experiencing deprivation or hardship.

The Objects of the Rainbow Centre, as recorded by the Charity Commission are 'For the benefit of the inhabitants of Folkestone and neighbourhood without distinction of sex, colour, age or political, religious or other opinions, and to promote the relief of people in need in any manner which now is and hereafter may be demised by law to be charitable, including the relief of poverty and advancement of learning'.

Underpinning the objective are five values which provide a quality framework for all work which is undertaken in the name of the Rainbow Centre.

- Respect
- Compassion
- Excellence
- Collaboration
- Commitment

# Folkestone Rainbow Centre

## Trustees' Report

### ACHIEVEMENT AND PERFORMANCE

#### Overview

In 2023, the Rainbow Centre maintained all of its long-standing services, some of which needed to expand to respond to increasing demand, especially from people experiencing homelessness. Larger numbers of people are now attending our Day Centre, benefiting from a warm and friendly space and from the range of services that are on offer.

We ran another successful Winter Shelter in a local B&B with our Church partners. With many volunteers, they provided evening meals seven nights a week.

Our Pantry in Hythe is now well-established and well-used. In October 2023, a mobile combined foodbank and Pantry went on the road, the first such venture in the country. Witnessing accounts of people moving from the foodbank to the Pantry and then no longer needing our services demonstrates the effectiveness of giving help to people at times of need but also seeking to give them the ability and confidence to move on.

Two of our other vital projects- the Family Contact Centre and the Money Matter advice service - continue to provide vital services in our local communities.

We remain in discussions with the District Methodist Church to plan together for multi-purpose buildings on the site of the old Methodist Church in the centre of Folkestone.

As well as generous support from both central and local government, we continue to be blessed with generous donations from local businesses, supporters and residents. We had a healthy financial year, and our reserves remain stable and sufficient.

Thanks to Mary Stredwick, our Chief Executive's multiple skills, we have strengthened relationships with many local partners and been successful in many funding bids.

#### Homeless Support Service and Rainbow Club

Sadly, homelessness is on the increase, partly because of unaffordable rent, while housing benefits have not kept pace with it. The Homeless Support Service continued to support people struggling to keep their tenancies due to increasing rents and section 21 (no fault) evictions. We support them with advice and advocacy to find move-on options. Some of those vulnerably housed end up sleeping rough and rely on our practical support of showers, breakfast club, laundry facility, registering with GPs, postal address and referrals to specialist agencies. In the last year, we have seen a steady increase in new people presenting at our service as rough sleepers, with an average of 4 new people each week for the first and last quarters of the year. We saw more clients with a local connection and a diverse range of ages, with quite a few younger clients, primarily men, presenting due to family breakdown.

We continue nurturing new relationships with local landlords and tackle the barriers faced by our clients to gain the trust of landlords and access more affordable homes. In addition to winter shelter clients, nine clients were housed, and we continue supporting them in sustaining their tenancies.

The breakfast club has become a five-day Day Centre, a safe space, and from it, several agencies offer vital services to our clients. We introduced holistic client support by introducing weekly nurse service and a quarterly health day now attended by 8-10 support services, including a dental van. Other services include a benefits maximisation clinic and a drug and alcohol recovery service offered by Reach Out And Recover (ROAR). On average, 28 people who use the space regularly benefit from these services.

We attended to a total of 2164 walk-ins and telephone enquiries requesting housing advice and other support, including access to showers (222), laundry (254), food parcels (118), dental van (22); haircuts (53), postal facilities services,

## **Folkestone Rainbow Centre**

### **Trustees' Report**

#### **Shepway Food Bank**

Part of the Trussell Trust Network of more than 1300 foodbanks throughout the UK, the Shepway Foodbank is one of the integral services operated by the Rainbow Centre for nearly ten years, providing emergency food to people in crisis across the whole of our district from Lydd through to Hawkinge. We work closely with 95 referring agents, the equivalent of 350 professionals from health, Citizens Advice, Social Services and schools, who can raise a food voucher for their client via our e-referral system.

Up until October 2023, we have been operating a predominantly delivery service since the Covid-19 pandemic days, which we have replaced with a mobile service except in New Romney, where a distribution centre still exists open on Tuesday evenings.

The generosity and kindness of people in our community - churches, schools, local organisations/businesses, the general public and supermarkets keep the Food Warehouse stocked with sufficient supplies to meet Foodbank and Pantry needs and also supply the Rainbow Centre's services, including FoodStop, Homeless Support Service and Winter Shelter. Last year, donations totalled 47425 kg, with significant contributions from our local supermarket's food drives - Asda 1038 kg; Tesco 3663kg; Waitrose 1039kg; and Sainsbury West Park Farm 1659 kg and the harvest period in which schools, churches and local business make significant donations. Our team of volunteers made supermarket food drives possible and a huge success.

Shepway Foodbank fulfilled 1290 food vouchers, with 35% being first-time referrals to the Foodbank, primarily single people. We fed 2983 people, a decrease of 15% from 2022, mainly due to the Rainbow Centre's Pantry offering and provision from other agencies. Low income was the main reason for individuals & families needing to access our Foodbank.

The Foodbank offers not just food but other essential wrap-around support. It refers clients to other Rainbow services and external agencies for assistance to empower them to get back on their feet and become less dependent on emergency food parcels. In 2023, we increased this additional support and introduced a financial inclusion project, a partnership project with Citizens Advice Shepway to help people with budgeting, managing debt, etc.

#### **Food Pantry**

The Hythe Pantry is part of the Your Local Pantry network, with 100+ pantries throughout the UK. It aims to capture people before they reach a crisis point and require access to the Foodbank. It is also the most natural transition from using the Foodbank to the Pantry, bridging the gap between commercial supermarkets and the Foodbank.

To access the service, people self-refer and apply online to become members. Upon approval, members pay a small weekly fee and receive approximately £30 of shopping, including ambient, frozen, and fresh produce.

The Hythe Pantry based at the Catholic Church in Hythe, which we opened in October 2022, has grown to be a welcoming community space where members can sit, have a cup of tea or coffee, talk with volunteers and get the help and support they need to access other services and move on. The Pantry opens twice a week, and on a typical visit, members can engage with supporting agencies such as a Money Adviser, NHS One You, Citizen Advice Shepway, or RSPCA or have their blood pressure taken, swap clothes and books. Since opening, the Hythe Pantry has seen over 250 members pass through its doors, with 134 members no longer needing the service.

In addition to the Hythe Pantry, in October 2023, we launched a UK-first-of-its-kind Mobile Food Services van. The service simultaneously operates as a travelling Foodbank and Pantry, visiting Lydd, Hawkinge, Harbour Community Church, and the Folkestone Academy Turner Free School on a weekly rota. Our processes for referring to and accessing both the food bank and pantry have not changed.

## **Folkestone Rainbow Centre**

### **Trustees' Report**

The Mobile Pantry supported 71 members, with a total household size of 227 (123 adults and 104 children). Operating in 4 locations during the last quarter of 2023 (and another in early 2024) meant more people in our community had greater access to food than ever before. Many foodbank service users are transferring to the Mobile Pantry and seeing a tremendous change in their ability to budget their money.

#### **FoodStop**

FoodStop continues as an outreach service run by a dedicated team of volunteers. Last year, the service distributed 3384 sandwich packs, alongside clothing, sleeping bags, toiletries, and pet food, kindly donated by the general public and local businesses. The number of clients attending each evening continues to vary, but on average, 24 people are served per session.

In the last year, we have seen new providers in the area, and we will review their impact on our service in due course.

#### **Folkestone Churches Winter Shelter (FCWS)**

Again, in partnership with Churches Together Folkestone, we provided a safe place to sleep for local rough sleepers during the 2023/24 winter months, offering a static shelter as we did in the last three years. We were fortunate to secure multi-year funding, which helped us extend to the end of March. The grant also allowed us to recruit a full-time, all-year-round Winter Shelter Coordinator, with the role transitioning into tenancy sustainment after the winter shelter season.

As in previous years, we block-booked thirteen self-contained rooms in a local B&B from 1 December 2023 to 31 March 2024 and served 26 clients out of a possible 47 referred to it. This year, the demographics and diversity ranges were broader than last year; we saw employed clients, more clients from ethnic minority groups, and a rise in the complexity of the needs of people seeking Shelter.

This year, we offered more wrap-around support to clients, including a Rainbow breakfast/social club during weekdays and evening meals, which helped increase engagement and 'move on' outcomes. We also supported guests in accessing the agency services offered at the Centre and referred some to appropriate support agencies, including the Drug & Alcohol Forward Trust and the Haven.

We found housing solutions for twelve clients (3 were housed before the Shelter opened and two by Porchlight); six failed to engage, two were evicted, and three were accommodated when insufficient time was left for a successful move-on. This left three for a few weeks in the B&B while we continued to support them with their 'move-on' plans. The challenge of finding suitable move-on options persisted this year, but we continue to be nimble and find ways to help our clients not return to the streets.

#### **Family Contact**

The Family Contact Centre is a crucial service that provides a safe and welcoming space where children from separated families can have supervised visits with one or both parents and occasionally with other relatives. It is a biweekly service, mostly volunteer-run, catering to children aged 0 to 17.

Referrals to the centre are received from various sources, including social services, solicitors, or self-referral from non-resident parents. We introduced a registration fee of £30 in 2022, and last year, we also introduced a £5 session fee to reduce no-shows, which is working well. In 2023, we supported 14 families and 18 children.

We are almost completing the requirement for our accreditation with the National Association of Child Contact Centres accreditation and were pleased that the assessors recognised the excellent practices we already had in place. We look forward to being formally accredited in 2024.

# Folkestone Rainbow Centre

## Trustees' Report

### Money Matters Project

Each year, professionally prepared money advice plans (MAPs) and ongoing mentoring from trained volunteers are provided to those facing unmanageable debt. Unfortunately, the demand for the service, fuelled by the cost of living and unaffordable rents, keeps rising.

The financial advisor's assessment, advice, and volunteer mentor support enable clients to manage their money, deal with debts, and secure other entitlements, improving their overall quality of life.

Since July, the Trussell Trust has invested in the service to increase our money advisory capacity and extend it to Foodbank clients. During the year, the regular Money Matters service assisted and advised 51 clients whose debt levels ranged from £1,500 to £45,000.

With Trussell Trust funding, the debt management and income maximisation service has been extended to all clients using the Foodbank and Pantry services. The Money Adviser visits each location on a rota basis, helping ensure geographical coverage across the district. So far, 24 foodbank clients have been supported, making financial gains of £23,865, which is a good start. Five people no longer need the Foodbank, and the aim is to continue promoting the service to those who need it.

### FINANCIAL REVIEW

#### Reserves Policy

It has been the policy of the charity to keep cash assets of a minimum of three months running costs with a target of about six months. Trustees clarified in the course of the year that this minimum and target applied separately to the charity's restricted and unrestricted reserves.

As at 31 December 2023 cash at bank and in hand was £986,366, of which £725,190 related to restricted funds and £100,000 related to designated funds. After allowing for liabilities of £20,220 the remaining balance stands at £140,956 which represents about four months of total monthly expenditure and around seven months expenditure from unrestricted funds.

### TRUSTEE APPOINTMENTS

There were no new Trustee appointments in 2023.

### FUTURE DEVELOPMENTS

With the District Methodist Church, we continue to plan for a combined centre on the site of the old Methodist Church in Sandgate Road. If this project comes to fruition, we will utilise the legacy funding bequeathed to provide emergency accommodation throughout the year and have a community café, food bank and Pantry. We would move our offices into the building at the same time. In addition, there are plans to begin the provision of supported housing as a step forward from emergency accommodation. We anticipate that cooking classes and a gardening club will start up in the near future.

Approved by the Board and signed on its behalf by:

  
.....

Dr P Le Feuvre

Chair of Trustees

Date..... 16/7/24 .....

## Folkestone Rainbow Centre

### Statement of Trustees' Responsibilities

The trustees (who are also the directors of Folkestone Rainbow Centre 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The report and accounts have been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies.


Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 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 can disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company 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 governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on .....<sup>16/7/24</sup>..... and signed on its behalf by:

  
.....  
Dr P Le Feuvre  
Trustee

## Folkestone Rainbow Centre

### Independent Examiner's Report to the trustees of Folkestone Rainbow Centre ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2023.

#### Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.


#### Independent examiner's statement

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Association of Chartered Certified Accountants, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of Folkestone Rainbow Centre as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

  
.....  
Mr Dan Payne FCCA  
Beresfords  
Chartered Certified Accountants  
1-2 Rhodium Point  
Spindle Close  
Hawkinge  
Folkestone  
Kent  
CT18 7TQ

Date: 16/7/24 .....

## Folkestone Rainbow Centre

### Statement of Financial Activities for the Year Ended 31 December 2023 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted £	Restricted £	Total 2023 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	105,469	56,534	162,003
Charitable activities	4	-	263,754	263,754
Other trading activities	5	25,953	941	26,894
Investment income	6	55,046	-	55,046
Other income	7	23,000	-	23,000
Total Income		<u>209,468</u>	<u>321,229</u>	<u>530,697</u>
<b>Expenditure on:</b>				
Charitable activities	8	<u>(260,807)</u>	<u>(247,580)</u>	<u>(508,387)</u>
Total Expenditure		<u>(260,807)</u>	<u>(247,580)</u>	<u>(508,387)</u>
Net (expenditure)/income		<u>(51,339)</u>	<u>73,649</u>	<u>22,310</u>
Net movement in funds		(51,339)	73,649	22,310
Total funds brought forward		<u>634,758</u>	<u>684,435</u>	<u>1,319,193</u>
Total funds carried forward	20	<u><u>583,419</u></u>	<u><u>758,084</u></u>	<u><u>1,341,503</u></u>

The notes on pages 12 to 26 form an integral part of these financial statements.

## Folkestone Rainbow Centre

### Statement of Financial Activities for the Year Ended 31 December 2023 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

#### 2022 Accounts

	Note	Unrestricted £	Restricted £	Total 2022 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	269,497	200,791	470,288
Charitable activities	4	-	120,407	120,407
Other trading activities	5	3,122	-	3,122
Investment income	6	41,585	3	41,588
Other income	7	18,000	-	18,000
Total Income		<u>332,204</u>	<u>321,201</u>	<u>653,405</u>
<b>Expenditure on:</b>				
Charitable activities	8	<u>(259,844)</u>	<u>(158,838)</u>	<u>(418,682)</u>
Total Expenditure		<u>(259,844)</u>	<u>(158,838)</u>	<u>(418,682)</u>
Net income		<u>72,360</u>	<u>162,363</u>	<u>234,723</u>
Net movement in funds		72,360	162,363	234,723
Total funds brought forward		<u>562,399</u>	<u>522,073</u>	<u>1,084,472</u>
Total funds carried forward	20	<u><u>634,759</u></u>	<u><u>684,436</u></u>	<u><u>1,319,195</u></u>

The notes on pages 12 to 26 form an integral part of these financial statements.

**Folkestone Rainbow Centre**  
**(Registration number: 04318070)**  
**Balance Sheet as at 31 December 2023**

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	15	377,955	345,232
Investments	16	<u>1</u>	<u>1</u>
		<u>377,956</u>	<u>345,233</u>
<b>Current assets</b>			
Debtors	17	18,542	94,298
Cash at bank and in hand	18	<u>986,366</u>	<u>915,735</u>
		1,004,908	1,010,033
<b>Creditors: Amounts falling due within one year</b>	19	<u>(41,361)</u>	<u>(36,071)</u>
<b>Net current assets</b>		<u>963,547</u>	<u>973,962</u>
<b>Net assets</b>		<u>1,341,503</u>	<u>1,319,195</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		758,084	684,436
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>583,419</u>	<u>634,759</u>
<b>Total funds</b>	20	<u>1,341,503</u>	<u>1,319,195</u>


For the financial year ending 31 December 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The financial statements on pages 9 to 26 were approved by the trustees, and authorised for issue on 16/1/24 and signed on their behalf by:

.....  
  
 Dr P Le Feuvre  
 Trustee

The notes on pages 12 to 26 form an integral part of these financial statements.

## **Folkestone Rainbow Centre**

### **Notes to the Financial Statements for the Year Ended 31 December 2023**

#### **1 Charity status**

The charity is a private company limited by guarantee and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Cornerstone  
69 Sandgate Road  
Folkestone  
Kent  
CT20 2AF

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **Statement of compliance**

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 (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

##### **Basis of preparation**

Folkestone Rainbow Centre meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

##### **Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

##### **Income and endowments**

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

##### **Donations and legacies**

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2023

#### ***Grants receivable***

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

#### ***Gift aid***

Incoming resources from tax reclaims are included in the Statement of Financial Activities at the same time as the gift to which they relate.

#### ***Investment income***

Investment income is recognised on a receivable basis.

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### **Support costs**

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

#### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Tangible fixed assets**

Individual fixed assets costing £50.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2023

#### Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Land and buildings	Straight line over the period of the lease.
Furniture and equipment	25% on reducing balance.
Motor vehicles	25% on reducing balance.
Computer equipment	3 years straight line

#### Business combinations

The company and its subsidiary are a small group and as a result do not have to prepare consolidated accounts.

#### Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

#### Trade debtors

Trade debtors are amounts due from customers for services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

#### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2023

#### Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### Financial instruments

##### *Recognition and measurement*

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

##### *Investments*

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

### 3 Income from donations and legacies

	Unrestricted funds £	Restricted £	Total 2023 £	Total 2022 £
Donations and legacies;				
Appeals and donations	91,014	45,327	136,341	321,513
Gift aid tax reclaimed	4,186	1,799	5,985	7,221
Winter Shelter donations	-	9,408	9,408	5,831
Grants, including capital grants;				
Grants receivable	2,956	-	2,956	134,503
Other income	7,313	-	7,313	1,220
	105,469	56,534	162,003	470,288

### 4 Income from charitable activities

	Restricted £	Total 2023 £	Total 2022 £
FoodStop	6,382	6,382	6,358
The Pantry	14,880	14,880	-
Folkestone Churches Winter Shelter	142,358	142,358	99,649
Food Bank	95,134	95,134	14,400
Money Matters	5,000	5,000	-
	263,754	263,754	120,407

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2023

#### 5 Income from other trading activities

	Unrestricted funds £	Restricted £	Total 2023 £	Total 2022 £
Events income;				
Fundraising events	25,953	941	26,894	3,122
	<u>25,953</u>	<u>941</u>	<u>26,894</u>	<u>3,122</u>

#### 6 Investment income

	Unrestricted funds £	Total 2023 £	Total 2022 £
Interest receivable and similar income;			
Interest receivable on bank deposits	17,288	17,288	4,028
Income from rents	37,758	37,758	37,560
	<u>55,046</u>	<u>55,046</u>	<u>41,588</u>

#### 7 Other income

	Unrestricted funds £	Total 2023 £	Total 2022 £
Income from trading subsidiary	23,000	23,000	18,000

#### 8 Expenditure on charitable activities

	Note	Unrestricted funds £	Restricted £	Total 2023 £	Total 2022 £
General		809	-	809	60
FoodStop		-	4,790	4,790	4,278
Folkestone Churches Winter Shelter		-	103,853	103,853	85,500
Homeless Support Service		131,116	-	131,116	109,296
Contact		2,594	-	2,594	3,921
Food Bank		-	68,871	68,871	56,010
Money Matters		-	42,819	42,819	-
Allocated support costs	9	121,652	24,047	145,699	151,890
Governance costs	9	4,636	3,200	7,836	7,727
		<u>260,807</u>	<u>247,580</u>	<u>508,387</u>	<u>418,682</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2023

#### 9 Analysis of governance and support costs

##### Support costs allocated to charitable activities

	Other support costs £	Total 2023 £	Total 2022 £
FoodStop	(877)	(877)	208
Folkestone Churches Winter Shelter	2	2	6,003
Contact	1,500	1,500	1,250
Food Bank	19,900	19,900	3,749
Fixed assets fund	3,090	3,090	3,090
Money Matters	1,932	1,932	-
Wages	60,267	60,267	63,592
Staff NIC	2,392	2,392	2,820
Staff pensions	2,263	2,263	2,408
Recruitment and employment costs	119	119	617
Rates	1,018	1,018	365
Light and heat	4,241	4,241	8,809
Insurance	6,504	6,504	5,451
Repairs	(631)	(631)	4,440
Telephone	363	363	7,392
Computer expenses	6,243	6,243	2,488
Printing, postage and stationery	1,948	1,948	698
Sundry expenses	1,313	1,313	4,163
Cleaning	11,850	11,850	9,799
Travelling	-	-	115
Legal and professional fees	13,600	13,600	10,856
Bank charges	64	64	64
Depreciation	8,598	8,598	8,797
Loss on disposal of fixed assets	-	-	4,716
	145,699	145,699	151,890

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2023

#### Governance costs

	Unrestricted funds £	Restricted £	Total 2023 £	Total 2022 £
Independent examiner fees				
Examination of the financial statements	2,220	-	2,220	2,220
Other governance costs	2,416	3,200	5,616	5,507
	4,636	3,200	7,836	7,727

#### 10 Net incoming/outgoing resources

Net incoming resources for the year include:

	2023 £	2022 £
(Profit)/loss on disposal of tangible fixed assets	(2,877)	4,716
Depreciation of fixed assets	28,110	13,723

#### 11 Trustees remuneration and expenses

No trustees have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

#### 12 Staff costs

The aggregate payroll costs were as follows:

	2023 £	2022 £
<b>Staff costs during the year were:</b>		
Wages and salaries	220,052	200,563
Social security costs	11,995	11,023
Pension costs	5,409	4,410
	237,456	215,996

The monthly average number of persons (including senior management team) employed by the charity during the year was as follows:

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2023

	2023 No	2022 No
Service delivery	8	7
Support	2	2
Winter Shelter	2	2
Food Bank	2	3
	<u>14</u>	<u>14</u>

The average number of employees during 2023 includes 6 full time staff and the remainder is made up of part time staff.

The average full time equivalent for the year was 10.9.

No employee received emoluments of more than £60,000 during the year.

#### 13 Independent examiner's remuneration

	2023 £	2022 £
Examination of the financial statements	<u>2,220</u>	<u>2,220</u>

#### 14 Taxation

The company is a registered charity and is exempt from corporation tax on its charitable activities.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2023

#### 15 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Motor vehicles £	Computer equipment £	Total £
<b>Cost</b>					
At 1 January 2023	374,604	54,312	27,461	18,317	474,694
Additions	-	3,781	56,769	906	61,456
Disposals	-	-	(3,500)	-	(3,500)
	<u>374,604</u>	<u>58,093</u>	<u>80,730</u>	<u>19,223</u>	<u>532,650</u>
At 31 December 2023	<u>374,604</u>	<u>58,093</u>	<u>80,730</u>	<u>19,223</u>	<u>532,650</u>
<b>Depreciation</b>					
At 1 January 2023	52,364	47,352	23,640	6,106	129,462
Charge for the year	4,028	2,682	14,992	6,408	28,110
Eliminated on disposals	-	-	(2,877)	-	(2,877)
	<u>56,392</u>	<u>50,034</u>	<u>35,755</u>	<u>12,514</u>	<u>154,695</u>
At 31 December 2023	<u>56,392</u>	<u>50,034</u>	<u>35,755</u>	<u>12,514</u>	<u>154,695</u>
<b>Net book value</b>					
At 31 December 2023	<u>318,212</u>	<u>8,059</u>	<u>44,975</u>	<u>6,709</u>	<u>377,955</u>
At 31 December 2022	<u>322,240</u>	<u>6,960</u>	<u>3,821</u>	<u>12,211</u>	<u>345,232</u>

Included within the net book value of land and buildings above is £Nil (2022 - £Nil) in respect of freehold land and buildings and £318,212 (2022 - £322,240) in respect of leaseholds.

**Folkestone Rainbow Centre**

**Notes to the Financial Statements for the Year Ended 31 December 2023**

**16 Fixed asset investments**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Shares in group undertakings and participating interests	1	1

**Shares in group undertakings and participating interests**

	<b>Subsidiary undertakings</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
At 1 January 2023	1	1
At 31 December 2023	1	1
<b>Net book value</b>		
At 31 December 2023	1	1
At 31 December 2022	1	1

**Details of undertakings**

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

<b>Undertaking</b>	<b>Country of incorporation</b>	<b>Holding</b>	<b>Proportion of voting rights and shares held</b>		<b>Principal activity</b>
			<b>2023</b>	<b>2022</b>	
<b>Subsidiary undertakings</b>					
FRC Commercial Enterprises Ltd	England and Wales	Ordinary	100%	100%	Charity shop

**Subsidiaries**

The loss for the financial period of FRC Commercial Enterprises Ltd was £5,012 (2022 - £(5,686)) and the aggregate amount of capital and reserves at the end of the period was £7,049 (2022 - £12,061).

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2023

#### 17 Debtors

	2023 £	2022 £
Trade debtors	9,220	17,130
Prepayments	7,984	8,968
Accrued income	-	66,154
Other debtors	1,338	2,046
	<u>18,542</u>	<u>94,298</u>

#### 18 Cash and cash equivalents

	2023 £	2022 £
Cash on hand	988	1,056
Cash at bank	985,378	914,679
	<u>986,366</u>	<u>915,735</u>

#### 19 Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	18,371	12,717
Other taxation and social security	5,403	4,846
Other creditors	9,389	8,174
Accruals	8,198	10,334
	<u>41,361</u>	<u>36,071</u>

**Folkestone Rainbow Centre**

**Notes to the Financial Statements for the Year Ended 31 December 2023**

<b>20 Funds</b>	<b>Balance at 1 January 2023 £</b>	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Balance at 31 December 2023 £</b>
<b>Unrestricted</b>				
General	534,758	209,468	(260,807)	483,419
Designated	<u>100,000</u>	-	-	<u>100,000</u>
<b>Total unrestricted</b>	<u>634,758</u>	<u>209,468</u>	<u>(260,807)</u>	<u>583,419</u>
<b>Restricted Funds</b>				
FoodStop	28,161	6,382	(3,913)	30,630
Folkestone Churches Winter Shelter	119,097	151,866	(103,855)	167,108
Food Bank	14,879	157,981	(91,971)	80,889
Computer Equipment Purchase Fund	6,180	-	(3,090)	3,090
Property fund	516,118	-	-	516,118
Money Matters	-	5,000	(44,751)	(39,751)
<b>Restricted</b>	<u>684,435</u>	<u>321,229</u>	<u>(247,580)</u>	<u>758,084</u>
<b>Total funds</b>	<u><u>1,319,193</u></u>	<u><u>530,697</u></u>	<u><u>(508,387)</u></u>	<u><u>1,341,503</u></u>

**Folkestone Rainbow Centre**

**Notes to the Financial Statements for the Year Ended 31 December 2023**

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Balance at 31 December 2022 £
<b>2022 Accounts</b>				
<b>Unrestricted</b>				
General	462,399	332,204	(259,844)	534,759
Designated	100,000	-	-	100,000
<b>Total unrestricted</b>	<u>562,399</u>	<u>332,204</u>	<u>(259,844)</u>	<u>634,759</u>
<b>Restricted Funds</b>				
FoodStop	26,289	6,358	(4,486)	28,161
Pre-School Canterbury Road	-	-	-	-
Folkestone Churches Winter Shelter	104,938	105,663	(91,503)	119,098
Food Bank	24,728	49,910	(59,759)	14,879
Computer Equipment Purchase Fund	-	9,270	(3,090)	6,180
Property fund	366,118	150,000	-	516,118
<b>Restricted</b>	<u>522,073</u>	<u>321,201</u>	<u>(158,838)</u>	<u>684,436</u>
<b>Total funds</b>	<u><u>1,084,472</u></u>	<u><u>653,405</u></u>	<u><u>(418,682)</u></u>	<u><u>1,319,195</u></u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2023

The specific purposes for which the funds are to be applied are as follows:

The General fund is used for providing the Homeless Support Service and Contact as well as the administration of the charity, FoodStop, Folkestone Churches Winter Shelter and Food Bank.

The designated fund is used for future property repairs and refurbishments or for future property purchases.

The FoodStop fund is used to deliver fresh sandwiches and soup to the homeless and hungry. Income is derived from donations and grants.

The Folkestone Churches Winter Shelter fund is used to support the homeless during the months of December to February. Income is derived from donations and grants.

The Food Bank fund is used for the provision of a food bank in the district. Income is derived from donations and grants.

The fixed asset fund includes a grant which was received for the purchase of computer equipment.

The building fund includes a legacy which was received for future property purchases.

The Money Matters fund is used to provide financial advice to Food Bank clients.

#### 21 Analysis of net assets between funds

	Unrestricted funds		Restricted funds	Total funds at 31 December 2023
	General £	Designated £		
Tangible fixed assets	326,069	-	51,886	377,955
Fixed asset investments	1	-	-	1
Debtors	16,391	-	2,151	18,542
Cash and short-term deposits	161,176	100,000	725,190	986,366
Current liabilities	<u>(20,219)</u>	<u>-</u>	<u>(21,142)</u>	<u>(41,361)</u>
Total net assets	<u>483,418</u>	<u>100,000</u>	<u>758,085</u>	<u>1,341,503</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2023

#### 2021 Accounts

	Unrestricted funds		Restricted funds	Total funds at 31 December 2022
	General	Designated		
	£	£	£	£
Tangible fixed assets	333,630	-	11,602	345,232
Fixed asset investments	1	-	-	1
Debtors	25,779	-	68,519	94,298
Cash and short-term deposits	199,394	100,000	616,341	915,735
Current liabilities	(24,044)	-	(12,027)	(36,071)
Total net assets	534,760	100,000	684,435	1,319,195

#### **22 Related party transactions**

During the year the charity made the following related party transactions:

##### **FRC Commercial Enterprises Ltd**

FRC Commercial Enterprises Ltd operates a second hand store with profits being donated to the Folkestone Rainbow Centre. It has some directors who are also on the board of the charity. The charity owns 100% of the share capital of FRC Commercial Enterprises Ltd and as such it has been identified as a related party.

During the financial year under review the charity received £23,000 (2022 - £18,000) of donations from FRC Commercial Enterprises Ltd. At the balance sheet date the amount due to/from FRC Commercial Enterprises Ltd was £Nil (2022 - £Nil).

**FOLKESTONE RAINBOW CENTRE**

England & Wales - Charity number 1096570

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# Accounts

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Company registration number: 04318070

Charity registration number: 1096570

# Folkestone Rainbow Centre

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2022

Beresfords  
Chartered Certified Accountants  
1-2 Rhodium Point  
Spindle Close  
Hawkinge  
Folkestone  
Kent  
CT18 7TQ

# Folkestone Rainbow Centre

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## Folkestone Rainbow Centre

### Reference and Administrative Details

**Trustees**

Sir W R Fittall, Passed away on 10th March 2022

Mr N J Buckley

Mrs J A Doherty

Miss D Douse

Mr P C Edwards, Resigned on 19/07/2022

Mr A G Ferguson, Appointed on 26/04/2022

Dr P Le Feuvre

Mr P J Haines, Resigned on 19/07/2022

Mrs E J Pettersen

Dr J Russell

Reverend G I Webber, Appointed on 19/07/2022

**Secretary**

Mr S C Corner

**Registered Office**

Cornerstone  
69 Sandgate Road  
Folkestone  
Kent  
CT20 2AF

**Company Registration Number**

04318070

**Charity Registration Number**

1096570

**Independent Examiner**

Beresfords  
Chartered Certified Accountants  
1-2 Rhodium Point  
Spindle Close  
Hawkinge  
Folkestone  
Kent  
CT18 7TQ

## **Folkestone Rainbow Centre**

### **Trustees' Report**

#### **Small company provisions**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

#### **STRUCTURE, GOVERNMENT AND MANAGEMENT**

The trustees, who are directors for the purposes of company law, present the annual strategic report together with the financial statements of the charitable company for the year ended 31 December 2022.

The Folkestone Rainbow Centre is a company limited by guarantee governed by its Memorandum and Articles of Association dated 6 November 2001. This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The Centre is also registered as a charity with the Charity Commission. The trustees have prepared the annual report and financial statements in accordance with the charity's governing document, the requirements of charity law, in particular the Commission's Statement of Recommended Practice. The trustees confirm that they have had regard to the commission's guidance on public benefit when exercising their powers and duties to which the guidance is relevant. The ways in which the charity has contributed to public benefit are set out in the statement of activities.

#### **Risk Management**

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

#### **OBJECTIVES AND ACTIVITIES**

##### **Aims and Objectives**

The Rainbow Centre is a Christian charity that delivers services in Folkestone and Hythe to provide support and hope to individuals and families experiencing deprivation or hardship.

The objective of the Rainbow Centre is to operate without distinction of sex or age, or of political, religious or other opinions and to promote the welfare of disadvantaged individuals and families living in the Folkestone and Hythe community, in any manner which now is, or hereafter may be demised by law to be charitable.

Underpinning the objective are five values which provide a quality framework for all work which is undertaken in the name of the Rainbow Centre.

- Respect
- Compassion
- Excellence
- Collaboration
- Commitment

# Folkestone Rainbow Centre

## Trustees' Report

### ACHIEVEMENT AND PERFORMANCE

#### Overview

There is never room for complacency at the Folkestone Rainbow Centre. Every year brings new challenges, new demands and new possibilities. 2022 was no exception. Demand for our services only increases, year on year, accompanied, as it has been this year, by the worsening of the economic crisis and the pressure on accommodation in the town. Our services responded despite some challenges in the recruitment and retention of staff. Once again, the Winter Night Shelter took the form of accommodation in a local Bed and Breakfast, with meals being delivered by our Church partners and volunteers. Our long-standing services: The Foodbank, the Homeless Support Service, FoodStop and Family Contact Centre, continue to offer their reliable and trusted care and support to those experiencing deprivation and hardship. The Money Matters debt advice service is now firmly embedded in our provision. The Food Pantry opened its doors in the Catholic Church in Hythe, offering dignity and choice to people with limited income. The service has resulted in high client satisfaction, with the creation of other services wrapped around it.

We were humbled and delighted to be awarded Charity of the Year at the Kent Charity Awards on 8th September.

As well as support from central and local government, we continue to be blessed in receiving generously from local businesses, supporters and residents. Many fund-raising bids have been successful. As a result, we had a healthy financial year, and our reserves remain stable and sufficient.

Our Chief Executive, Mary Stredwick, has continued to guide the organisation with wisdom and compassion, allowing us to strengthen our relationships with local partners.

#### Homeless Support Service and Rainbow Club

In 2022, we had a stable staff team across most of our services except for the Homeless Support Service (HSS), which, when we had invested in training the Homeless Support Service Officers, within months in summer, the two resigned, leaving us to recruit again in time for the 2022/23 Winter Shelter. Thankfully, we recruited a Homeless Support Service Officer who brings vital experience from her previous roles. An apprentice from the Kickstart programme joined the service; we recruited two sessional staff to job-share as Winter Shelter Coordinators. We retained the 2021/22 Winter Shelter Administrator part-time for most of the year to help fill the gaps.

Despite the staff challenges, the Homeless Support Service offered an excellent service through the breakfast social club and the drop-in homeless advice and advocacy service to a growing stream of clients. The Manager continued to embed structured training and upskilling of staff and volunteers, supported by robust data collection using the Homeless Link Inform database. However, some wrap-around support activities and the befriending stalled due to staff changes while the team concentrated on offering the regular housing support service. Building up a volunteer triaging team is still a work in progress.

The Rainbow Club, which expanded during Winter Shelter, remains a safe space and has become a warm bank for many of our former and existing clients; it serves up to 25 clients from Monday to Fridays between 10 am and 1 pm and we are thankful for the dedication and commitment of the volunteers who run the club.

We saw a total of 1740 walk-ins and telephone enquiries requesting housing advice and other support, including accessing showers (177), laundry (294), food parcels (218) and postal facilities services and the Rainbow Club. One hundred and fifty-two enquiries converted to be on our caseload, and it's taking considerable time to resolve cases as there are not many move-on options in the current housing market.

## **Folkestone Rainbow Centre**

### **Trustees' Report**

We witnessed a significant rise in Section 21 and 8 eviction notices from young people and couples seeking our help. The number of clients with complex needs, including mental health and substance abuse, also increased. We managed to move ten clients into rented accommodation, with four accepted as 'priority needs' by the Local Authority, who accommodated them.

Alongside directly housing-focused work, the Homeless Support Service carried out various support activities, including registering clients with GPs, advocacy with the Community Mental Health Team, Probation, Forward (Drug and Alcohol) and referrals to debt agencies.

We continue partnering with external agencies to broaden the services available to clients at the Centre. We now have regular sessions with a weekly nurse, social prescriber, housing clinic and a quarterly mobile dentist.

Finding affordable housing stock in line with local authority housing benefit rates continues to be extremely difficult; landlords refurbish their properties, demanding higher rent, or private landlords sell their properties before the new legislation comes into force. The increased cost of living and energy prices further adversely impacted many in our community.

#### **Shepway Food Bank**

With the Food Services Manager in post for over a year, supported by the new Warehouse Coordinator who joined in August, the service has developed to include several fridges and freezers for storing fresh food for Foodbank clients and a Food Pantry, launched in October. Harvest was another resounding success, including the supermarket's annual campaigns and thanks to the dedicated team of volunteers, some of whom serve in other services.

The client numbers returned to pre-pandemic years, and demand has remained even partly because of the increase in other food providers in the district. In 2022, 49,844 kgs of stock left the warehouse compared to 37,655 kgs of food in 2021; the figure has gone up because some of the stock is distributed to our FoodStop, Rainbow Club and the Pantry. The Foodbank fulfilled 1462 vouchers, which fed 3506 people, of which 1395 (40%) were families with children, compared to 2021 when we served 3351 people, with 39% as families. The number of children continues to rise, demonstrating the rising cost of living, among other issues, on families. At Christmas, we gave out approximately 150 bags to schools, the Winter Shelter and Food Stop.

Despite the cost of living challenges, we were amazed at the level of donations; we received 50,535 kg, a 35% increase from 2021, from various sources, including churches, schools, supermarkets, individuals, local clubs and business donations, helping maintain stock levels. The digital ways of donating, such as Spareable, are picking up in popularity with new ones based on real-time data introduced. We thank our wonderful volunteers who ensured smooth operations from our food warehouse to the Foodbanks all year round.

A delivery service continued in the Folkestone and Hythe areas, while the Lydd and New Romney distribution centres maintained a face-to-face service. Because of the lack of a suitable distribution centre in Folkestone, the plan is to offer a mobile service in 2023 with a money advisory service on board.

#### **Food Pantry**

This year we opened a new service to complement our other food initiatives, which the Hythe Catholic Church have generously allowed us to set up in their hall. The Pantry is a membership service where local people struggling to make ends meet can access cheap food. It gives members choice, dignity & hope and fills the gap between supermarkets and food banks.

To access the service, people self-refer and apply online to become a member of the Pantry. If approved, they pay a weekly fee of £5 and receive approximately £25 of shopping, including ambient, frozen and fresh produce.

## **Folkestone Rainbow Centre**

### **Trustees' Report**

The Food Pantry opened to all approved members on Monday 4th, October running a morning session. It has had an excellent start and has extended opening days and hours to meet the demand. It has 153 registered members, serving 1053 people since its launch.

The general public, local farmers, supermarkets, and Fair share donate the stock. We plan to offer the Pantry service alongside the mobile food bank in 2023.

#### **FoodStop**

We distributed 3016 sandwich packs to clients. The service also provided much-needed essential items, including toiletries, sleeping bags, and clothing. All food and other items are donated using the Harbour Church storage and the Salvation Army Kitchen.

Client numbers remain around 60 per week; the volunteer team is growing but is yet to reach pre-pandemic numbers when we had 40 volunteers.

#### **Folkestone Churches Winter Shelter (FCWS)**

As is our ethos, with the Churches Together Folkestone, we provided a safe place to sleep for local rough sleepers during the 2022/23 winter months, offering a static shelter as we did in the last two years. We were fortunate to secure multi-year funding helping us to extend to the end of March. The grant also allowed us to recruit a full-time all-year round Tenancy Sustainment Coordinator, and we are currently recruiting for the post.

We initially rented thirteen self-contained rooms in a local B&B and extended to 16 during some weeks to meet the demand. From day one, the Shelter was full, with a waiting list and again saw more young people, more guests with complex needs, women and couples seeking Shelter.

Having the Winter Shelter under the management of Louise, the Homeless Support Service manager, is beneficial in maintaining continuity of staff engagement with the clients throughout the year. We have seen a much smoother winter shelter and a relaxed joined-up team of staff and volunteers as we gained more experience running a static Shelter.

This year, we offered more wrap-around support to clients, including a Rainbow breakfast/social club during weekdays and evening meals, which helped increase engagement and 'move on' outcomes. We also supported guests in accessing the agency services offered at the Centre and referred some to appropriate support agencies, including the Drug & Alcohol Forward Trust and the Haven. We negotiated new partnerships with housing associations and secured two-bed free spaces in a private rehabilitation clinic.

By the end of March, 20 guests had been through our Shelter, and five were evicted. In total, we found housing solutions for six clients; two went into rehab, and one detoxed in the community, one left the district, two we could not house, leaving a couple for a few weeks in the B&B while we continued to support them with their 'move on' plans. Sadly, one of our younger guests died in December; it was highly traumatic for the staff, volunteers and other guests as he was due to go into supported housing just before his untimely death.

The challenge of finding suitable move-on options persisted this year, but we continue to be nimble and find ways to help our guests not return to the streets.

Seventy-six regular volunteers served on Winter Shelter, and once again, we thank the local churches who partner with us to deliver a high-quality Winter Shelter.

## **Folkestone Rainbow Centre**

### **Trustees' Report**

#### **Family Contact**

The Family Contact Centre is one of the oldest services of the Rainbow Centre; it continues to exist because there is still a huge need for the service, with family breakdowns and separations sadly rising in our community. The Courts or Social Services refer Families to the Contact Centre, and we also accept self-referrals.

The Centre opens on alternate Saturdays from 10 am to 1 pm; sessions vary between 1 and 3 hours, and the frequency of sessions varies; some come fortnightly or monthly. The one-off registration fee for new clients to curb the number of 'no shows' to utilise the limited spaces fully is now embedded.

During the sessions, the children enjoy the non-resident parent's company, play with toys and games and may engage in crafts; a Christmas party for the children and their families is organised yearly.

In 2022, we supported 18 children from 14 families, with ages ranging from 6 months to 11 years. We plan to expand the number of places to 14 and have applied for accreditation in 2023.

#### **Money Matters Project**

Money Matters supports some of the most vulnerable clients in the community who need additional and intensive support to resolve their debt issues whilst also maximizing their income and agreeing on where they might be able to reduce their outgoings.

The financial advisor's assessment, advice, and Volunteer mentor support enable clients to manage their money, deal with debts, and secure other entitlements, improving their overall quality of life.

Even though the project aims to deliver debt/money advice, it also guides in other areas to ensure the client receives a holistic service that encompasses additional financial support. For example, supporting clients with benefits issues ensures they receive all they are entitled to, making it easier to meet their commitments and preventing further debt amassing. This advice is even more critical in the current climate, with daily living costs increasing.

Advising on housing rights when someone has rent arrears means that they are aware of the rights of the landlord to recover their money, as well as their rights as a tenant and how they might improve their situation.

During the year, Money Matters has assisted and advised a total of 51 clients; debt levels have ranged from £1,500 to £45,000, which, without assistance, would only increase due to accrued interest and charges.

Demand for the Money Matters service is high, and we expect this to continue and increase as the impact of the cost of living continues to be felt. We plan to extend the service to foodbank clients and have a Money Adviser in the mobile food bank van.

### **FINANCIAL REVIEW**

#### **Reserves Policy**

It has been the policy of the charity to keep cash assets of a minimum of three months running costs with a target of about six months. Trustees clarified in the course of the year that this minimum and target applied separately to the charity's restricted and unrestricted reserves.

As at 31 December 2022 cash at bank and in hand was £915,735, of which £616,341 related to restricted funds and £100,000 related to designated funds. After allowing for liabilities of £24,044 the remaining balance stands at £175,350 which represents about five months of total monthly expenditure and around eight months expenditure from unrestricted funds.

## Folkestone Rainbow Centre

### Trustees' Report

#### TRUSTEE APPOINTMENTS

In March 2022, sadly, our Chair, Sir William Fittall, passed away; Dr Peter Le Feuvre, the former vice-chair, became Chair, and Judith Doherty succeeded him as vice-chair. Phillip Haines, a representative of the Church partnership, was replaced by Gareth Webber from Harbour Church when his term of office ended, and Andrew Ferguson also joined the Board in July.

#### FUTURE DEVELOPMENTS

There are two exciting developments planned for 2023. With the support of donors, we plan to purchase a van equipped to become a mobile Foodbank and Pantry capable of serving East Folkestone, Hawkinge, Lydd and Romney Marsh.

With the Methodist Church, there are plans for a joint project on the site of the Folkestone Methodist Church. If it is approved and the funding can be secured, two buildings are proposed to be constructed on the site. One at the rear will be year-round accommodation for people experiencing homelessness, with some move-on accommodation in flats. The front building will serve as the Rainbow Centre offices as well as providing space for a Foodbank, a Pantry, a Café and other services. There will be a worship space on the second floor for use by the Methodist Church.

Approved by the Board and signed on its behalf by:



.....  
Dr P Le Feuvre

Chair of Trustees

Date.....

18/7/23

## Folkestone Rainbow Centre

### Statement of Trustees' Responsibilities

The trustees (who are also the directors of Folkestone Rainbow Centre 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 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 can disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company 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 governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on .....18/7/23..... and signed on its behalf by:



.....  
Dr P Le Feuvre  
Trustee

## Folkestone Rainbow Centre

### Independent Examiner's Report to the trustees of Folkestone Rainbow Centre ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2022.

#### Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

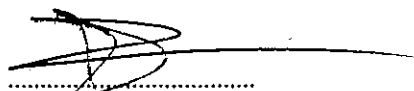
#### Independent examiner's statement

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Association of Chartered Certified Accountants, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of Folkestone Rainbow Centre as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

  
.....  
Mr Dan Payne FCCA  
Beresfords  
Chartered Certified Accountants  
1-2 Rhodium Point  
Spindle Close  
Hawkinge  
Folkestone  
Kent  
CT18 7TQ

Date: 18/1/23

## Folkestone Rainbow Centre

### Statement of Financial Activities for the Year Ended 31 December 2022 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted £	Restricted £	Total 2022 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	269,497	200,791	470,288
Charitable activities	4	-	120,407	120,407
Other trading activities	5	3,122	-	3,122
Investment income	6	41,585	3	41,588
Other income	7	18,000	-	18,000
<b>Total Income</b>		<u>332,204</u>	<u>321,201</u>	<u>653,405</u>
<b>Expenditure on:</b>				
Charitable activities	8	(259,844)	(158,838)	(418,682)
<b>Total Expenditure</b>		<u>(259,844)</u>	<u>(158,838)</u>	<u>(418,682)</u>
Net income		<u>72,360</u>	<u>162,363</u>	<u>234,723</u>
Net movement in funds		72,360	162,363	234,723
Total funds brought forward		<u>562,399</u>	<u>522,073</u>	<u>1,084,472</u>
Total funds carried forward	20	<u>634,759</u>	<u>684,436</u>	<u>1,319,195</u>

#### 2021 Accounts

	Note	Unrestricted £	Restricted £ (As restated)	Total 2021 £ (As restated)
<b>Income and Endowments from:</b>				
Donations and legacies	3	218,901	394,544	613,445
Charitable activities	4	-	142,755	142,755
Other trading activities	5	13,399	-	13,399
Investment income	6	33,645	5	33,650
Other income	7	28,000	-	28,000
<b>Total Income</b>		<u>293,945</u>	<u>537,304</u>	<u>831,249</u>
<b>Expenditure on:</b>				
Charitable activities	8	(210,278)	(136,957)	(347,235)
<b>Total Expenditure</b>		<u>(210,278)</u>	<u>(136,957)</u>	<u>(347,235)</u>
Net income		<u>83,667</u>	<u>400,347</u>	<u>484,014</u>
Net movement in funds		83,667	400,347	484,014
Total funds brought forward		<u>478,732</u>	<u>121,726</u>	<u>600,458</u>
Total funds carried forward	20	<u>562,399</u>	<u>522,073</u>	<u>1,084,472</u>

The notes on pages 13 to 27 form an integral part of these financial statements.

**Folkestone Rainbow Centre**

**(Registration number: 04318070)  
Balance Sheet as at 31 December 2022**


	Note	2022 £	2021 £ (As restated)
<b>Fixed assets</b>			
Tangible assets	15	345,232	340,376
Investments	16	<u>1</u>	<u>1</u>
		<u>345,233</u>	<u>340,377</u>
<b>Current assets</b>			
Debtors	17	94,298	395,862
Cash at bank and in hand	18	<u>915,735</u>	<u>383,698</u>
		1,010,033	779,560
<b>Creditors: Amounts falling due within one year</b>	19	<u>(36,071)</u>	<u>(35,465)</u>
<b>Net current assets</b>		<u>973,962</u>	<u>744,095</u>
<b>Net assets</b>		<u>1,319,195</u>	<u>1,084,472</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		684,436	522,073
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>634,759</u>	<u>562,399</u>
<b>Total funds</b>	20	<u>1,319,195</u>	<u>1,084,472</u>

For the financial year ending 31 December 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

**Directors' responsibilities:**

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements on pages 10 to 27 were approved by the trustees, and authorised for issue on 18/7/23 and signed on their behalf by:

  
 .....  
 Dr P Le Feuvre  
 Trustee

The notes on pages 13 to 27 form an integral part of these financial statements.

## Folkestone Rainbow Centre

### Statement of Cash Flows for the Year Ended 31 December 2022

	Note	2022 £	2021 £(As restated)
<b>Cash flows from operating activities</b>			
Net cash income		234,723	484,014
<b>Adjustments to cash flows from non-cash items</b>			
Depreciation		13,723	8,729
Investment income		(41,588)	(33,650)
Loss on disposal of tangible fixed assets		4,717	-
		<u>211,575</u>	<u>459,093</u>
<b>Working capital adjustments</b>			
Decrease/(increase) in debtors	17	301,564	(386,260)
Increase in creditors	19	606	8,856
Net cash flows from operating activities		<u>513,745</u>	<u>81,689</u>
<b>Cash flows from investing activities</b>			
Interest received		4,028	345
Income from rents		37,560	33,305
Acquisitions of tangible assets		(23,296)	(490)
Net cash flows from investing activities		<u>18,292</u>	<u>33,160</u>
Net increase in cash and cash equivalents		532,037	114,849
Cash and cash equivalents at 1 January		<u>383,698</u>	<u>268,849</u>
Cash and cash equivalents at 31 December		<u>915,735</u>	<u>383,698</u>

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 13 to 27 form an integral part of these financial statements.

## **Folkestone Rainbow Centre**

### **Notes to the Financial Statements for the Year Ended 31 December 2022**

#### **1 Charity status**

The charity is a private company limited by guarantee and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Cornerstone  
69 Sandgate Road  
Folkestone  
Kent  
CT20 2AF

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **Statement of compliance**

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 (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

##### **Basis of preparation**

Folkestone Rainbow Centre meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

##### **Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### Prior period errors

Legacy Income

	Relating to the current period disclosed in these financial statements £	Relating to the prior period disclosed in these financial statements £	Relating to prior periods before the prior period disclosed in these financial statements £
Legacy income	-	(366,118)	-
Accrued income	-	366,118	-

Legacy income received in the 31st December 2022 financial year should have been recognised in the 31st December 2021 financial year as probate was granted in that year and it was realistic to assume the income would be received and the amount identifiable.

#### Income and endowments

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

#### Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the grant of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

#### Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

#### Gift aid

Incoming resources from tax reclaims are included in the Statement of Financial Activities at the same time as the gift to which they relate.

#### Investment income

Investment income is recognised on a receivable basis.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### **Charitable activities**

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### **Support costs**

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

#### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Tangible fixed assets**

Individual fixed assets costing £50.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

#### **Depreciation and amortisation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Land and buildings	Straight line over the period of the lease.
Furniture and equipment	25% on reducing balance.
Motor vehicles	25% on reducing balance.
Computer equipment	3 years straight line

#### **Business combinations**

The company and its subsidiary are a small group and as a result do not have to prepare consolidated accounts.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### **Fixed asset investments**

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

#### **Trade debtors**

Trade debtors are amounts due from customers for services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

#### **Fund structure**

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### **Financial instruments**

##### ***Recognition and measurement***

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### *Investments*

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

#### **3 Income from donations and legacies**

	Unrestricted funds £	Restricted £	Total 2022 £	(As restated) Total 2021 £
Donations and legacies;				
Appeals and donations	137,554	183,959	321,513	164,181
Legacies	-	-	-	366,118
Gift aid tax reclaimed	5,490	1,731	7,221	6,051
Winter Shelter donations	-	5,831	5,831	5,752
Grants, including capital grants;				
Grants receivable	125,233	9,270	134,503	71,081
Other income	1,220	-	1,220	262
	269,497	200,791	470,288	613,445

#### **4 Income from charitable activities - restricted grants received**

	Restricted £	Total 2022 £	Total 2021 £
FoodStop	6,358	6,358	14,850
Folkestone Churches Winter Shelter	99,649	99,649	110,913
Food Bank	14,400	14,400	16,992
	120,407	120,407	142,755

#### **5 Income from other trading activities**

	Unrestricted funds £	Total 2022 £	Total 2021 £
Events income;			
Fundraising events	3,122	3,122	13,399
	3,122	3,122	13,399

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### 6 Investment income

	Unrestricted funds £	Restricted £	Total 2022 £	Total 2021 £
Interest receivable and similar income;				
Interest receivable on bank deposits	4,025	3	4,028	345
Income from rents	<u>37,560</u>	<u>-</u>	<u>37,560</u>	<u>33,305</u>
	<u>41,585</u>	<u>3</u>	<u>41,588</u>	<u>33,650</u>

#### 7 Other income

	Unrestricted funds £	Total 2022 £	Total 2021 £
Income from trading subsidiary	<u>18,000</u>	<u>18,000</u>	<u>28,000</u>

#### 8 Expenditure on charitable activities

	Note	Unrestricted funds £	Restricted £	Total 2022 £	Total 2021 £
General		60	-	60	20
FoodStop		-	4,278	4,278	4,662
Folkestone Churches Winter Shelter		-	85,500	85,500	67,186
Homeless Support Service		109,296	-	109,296	62,997
Contact		3,921	-	3,921	3,450
Food Bank		-	56,010	56,010	55,389
Allocated support costs	9	138,840	13,050	151,890	145,082
Governance costs	9	<u>7,727</u>	<u>-</u>	<u>7,727</u>	<u>8,449</u>
		<u>259,844</u>	<u>158,838</u>	<u>418,682</u>	<u>347,235</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### 9 Analysis of governance and support costs

##### Support costs allocated to charitable activities

	Other support costs £	Total 2022 £	Total 2021 £
FoodStop	208	208	277
Folkestone Churches Winter Shelter	6,003	6,003	6,004
Contact	1,250	1,250	1,250
Food Bank	3,749	3,749	2,396
Fixed assets fund	3,090	3,090	-
Wages	63,592	63,592	57,515
Staff NIC	2,820	2,820	2,592
Staff pensions	2,408	2,408	2,167
Recruitment and employment costs	617	617	1,502
Rates	365	365	440
Light and heat	8,809	8,809	10,366
Insurance	5,451	5,451	3,318
Repairs	4,440	4,440	14,866
Telephone	7,392	7,392	3,231
Computer expenses	2,488	2,488	3,944
Printing, postage and stationery	698	698	1,288
Sundry expenses	4,163	4,163	3,392
Cleaning	9,799	9,799	13,203
Travelling	115	115	150
Legal and professional fees	10,856	10,856	9,061
Bank charges	64	64	64
Depreciation	8,797	8,797	8,056
Loss on disposal of fixed assets	4,716	4,716	-
	<u>151,890</u>	<u>151,890</u>	<u>145,082</u>

**Folkestone Rainbow Centre**

**Notes to the Financial Statements for the Year Ended 31 December 2022**

**Governance costs**

	<b>Unrestricted funds £</b>	<b>Total 2022 £</b>	<b>Total 2021 £</b>
Independent examiner fees			
Examination of the financial statements	2,220	2,220	2,220
Other governance costs	<u>5,507</u>	<u>5,507</u>	<u>6,229</u>
	<u>7,727</u>	<u>7,727</u>	<u>8,449</u>

**10 Net incoming/outgoing resources**

Net incoming resources for the year include:

	<b>2022 £</b>	<b>2021 £</b>
Loss on disposal of tangible fixed assets	4,716	-
Depreciation of fixed assets	<u>13,723</u>	<u>8,729</u>

**11 Trustees remuneration and expenses**

No trustees have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

**12 Staff costs**

The aggregate payroll costs were as follows:

	<b>2022 £</b>	<b>2021 £</b>
<b>Staff costs during the year were:</b>		
Wages and salaries	200,563	161,377
Social security costs	11,023	8,323
Pension costs	<u>4,410</u>	<u>3,207</u>
	<u>215,996</u>	<u>172,907</u>

The monthly average number of persons (including senior management team) employed by the charity during the year was as follows:

	<b>2022 No</b>	<b>2021 No</b>
Service delivery	7	5
Support	2	2
Winter Shelter	2	1
Food Bank	<u>3</u>	<u>3</u>
	<u>14</u>	<u>11</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2022

The average number of employees during 2022 includes 5 full time staff and the remainder is made up of part time staff.

The average full time equivalent for the year was 9.9.

No employee received emoluments of more than £60,000 during the year.

#### 13 Independent examiner's remuneration

	2022 £	2021 £
Examination of the financial statements	2,220	2,220

#### 14 Taxation

The company is a registered charity and is exempt from corporation tax on its charitable activities.

#### 15 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Motor vehicles £	Computer equipment £	Total £
<b>Cost</b>					
At 1 January 2022	374,604	62,063	27,461	-	464,128
Additions	-	4,980	-	18,317	23,297
Disposals	-	(12,731)	-	-	(12,731)
	374,604	54,312	27,461	18,317	474,694
<b>At 31 December 2022</b>					
	374,604	54,312	27,461	18,317	474,694
<b>Depreciation</b>					
At 1 January 2022	48,336	53,052	22,366	-	123,754
Charge for the year	4,028	2,315	1,274	6,106	13,723
Eliminated on disposals	-	(8,015)	-	-	(8,015)
	52,364	47,352	23,640	6,106	129,462
<b>At 31 December 2022</b>					
	52,364	47,352	23,640	6,106	129,462
<b>Net book value</b>					
At 31 December 2022	322,240	6,960	3,821	12,211	345,232
At 31 December 2021	326,268	9,011	5,095	-	340,374

Included within the net book value of land and buildings above is £Nil (2021 - £Nil) in respect of freehold land and buildings and £322,240 (2021 - £326,268) in respect of leaseholds.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### 16 Fixed asset investments

	2022 £	2021 £
Shares in group undertakings and participating interests	1	1

#### Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
<b>Cost</b>		
At 1 January 2022	1	1
At 31 December 2022	1	1
<b>Net book value</b>		
At 31 December 2022	1	1
At 31 December 2021	1	1

#### Details of undertakings

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held		Principal activity
			2022	2021	
<b>Subsidiary undertakings</b>					
FRC Commercial Enterprises Ltd	England and Wales	Ordinary	100%	100%	Charity shop

#### Subsidiaries

The profit for the financial period of FRC Commercial Enterprises Ltd was £5,686 (2021 - £(636)) and the aggregate amount of capital and reserves at the end of the period was £12,061 (2021 - £6,375).

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### 17 Debtors

	2022 £	2021 £ (As restated)
Trade debtors	17,130	23,400
Prepayments	8,968	4,445
Accrued income	66,154	366,118
Other debtors	2,046	1,899
	<u>94,298</u>	<u>395,862</u>

#### 18 Cash and cash equivalents

	2022 £	2021 £
Cash on hand	1,056	751
Cash at bank	914,679	382,947
	<u>915,735</u>	<u>383,698</u>

#### 19 Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	12,717	17,115
Other taxation and social security	4,846	4,034
Other creditors	8,174	9,047
Accruals	10,334	5,269
	<u>36,071</u>	<u>35,465</u>

Folkestone Rainbow Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

20 Funds	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Balance at 31 December 2022 £
<b>Unrestricted</b>				
General	462,399	332,204	(259,844)	534,759
Designated	100,000	-	-	100,000
<b>Total unrestricted</b>	<b>(562,399)</b>	<b>(332,204)</b>	<b>259,844</b>	<b>(634,759)</b>
<b>Restricted Funds</b>				
FoodStop	26,289	6,358	(4,486)	28,161
Folkestone Churches Winter Shelter	104,938	105,663	(91,503)	119,098
Food Bank	24,728	49,910	(59,759)	14,879
Computer Equipment Purchase Fund	-	9,270	(3,090)	6,180
Property fund	366,118	150,000	-	516,118
<b>Restricted</b>	<b>522,073</b>	<b>321,201</b>	<b>(158,838)</b>	<b>684,436</b>
<b>Total funds</b>	<b>1,084,472</b>	<b>653,405</b>	<b>(418,682)</b>	<b>1,319,195</b>

Folkestone Rainbow Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2021 £
<b>2021 Accounts</b>					
<b>Unrestricted</b>					
General	478,732	293,945	(210,278)	(100,000)	462,399
Designated	-	-	-	(100,000)	(100,000)
<b>Total unrestricted</b>	<u>(478,732)</u>	<u>(293,945)</u>	<u>210,278</u>	<u>-</u>	<u>(562,399)</u>
<b>Restricted Funds</b>					
FoodStop	15,775	15,454	(4,939)	-	26,290
Pre-School Canterbury Road	-	-	-	-	-
Folkestone Churches Winter Shelter	60,896	117,231	(73,190)	-	104,937
Food Bank	45,055	38,501	(58,828)	-	24,728
Property fund	-	366,118	-	-	366,118
<b>Restricted</b>	<u>121,726</u>	<u>537,304</u>	<u>(136,957)</u>	<u>-</u>	<u>522,073</u>
<b>Total funds</b>	<u>600,458</u>	<u>831,249</u>	<u>(347,235)</u>	<u>-</u>	<u>1,084,472</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2022

The specific purposes for which the funds are to be applied are as follows:

The General fund is used for providing the Homeless Support Service and Contact as well as the administration of the charity, FoodStop, Folkestone Churches Winter Shelter and Food Bank.

The designated fund is used for future property repairs and refurbishments or for future property purchases.

The FoodStop fund is used to deliver fresh sandwiches and soup to the homeless and hungry. Income is derived from donations and grants.

The Folkestone Churches Winter Shelter fund is used to support the homeless during the months of December to February. Income is derived from donations and grants.

The Food Bank fund is used for the provision of a food bank in the district. Income is derived from donations and grants.

The fixed asset fund has been created this year as a grant was received for the purchase of computer equipment.

#### 21 Analysis of net assets between funds

	Unrestricted funds		Restricted funds	Total funds at 31 December 2022
	General	Designated		
	£	£	£	£
Tangible fixed assets	333,630	-	11,602	345,232
Fixed asset investments	1	-	-	1
Debtors	25,779	-	68,519	94,298
Cash and short-term deposits	199,394	100,000	616,341	915,735
Current liabilities	(24,044)	-	(12,027)	(36,071)
<b>Total net assets</b>	<b>534,760</b>	<b>100,000</b>	<b>684,435</b>	<b>1,319,195</b>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2022

#### 2021 Accounts

	Unrestricted funds		Restricted funds £	Total funds at 31 December 2021 £ (As restated)
	General £	Designated £		
Tangible fixed assets	338,355	-	2,021	340,376
Fixed asset investments	1	-	-	1
Debtors	7,526	-	388,336	395,862
Cash and short-term deposits	141,949	100,000	141,749	383,698
Current liabilities	(25,431)	-	(10,034)	(35,465)
<b>Total net assets</b>	<b>462,400</b>	<b>100,000</b>	<b>522,072</b>	<b>1,084,472</b>

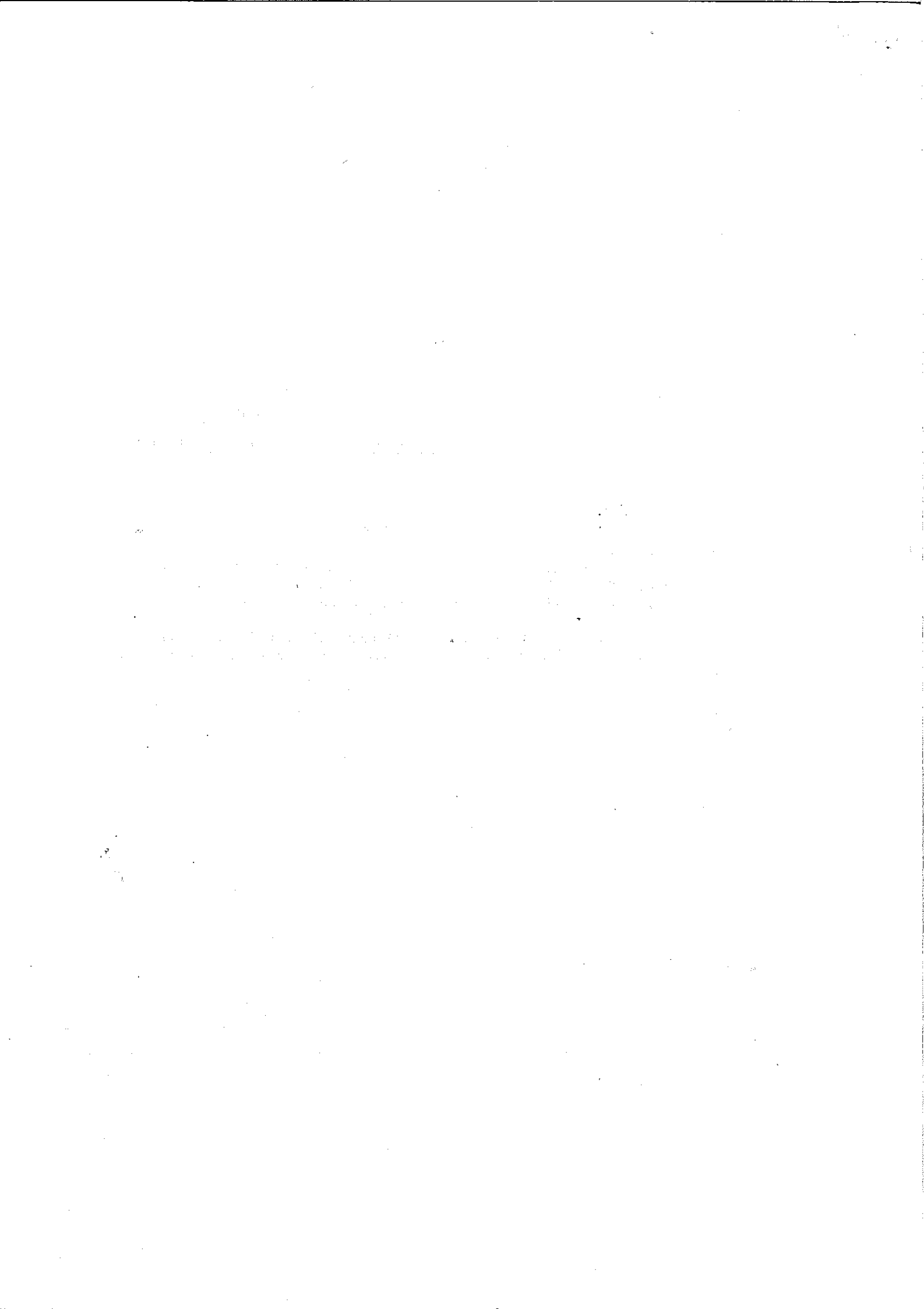
#### **22 Related party transactions**

During the year the charity made the following related party transactions:

##### **FRC Commercial Enterprises Ltd**

FRC Commercial Enterprises Ltd operates a second hand store with profits being donated to the Folkestone Rainbow Centre. It has some directors who are also on the board of the charity. The charity owns 100% of the share capital of FRC Commercial Enterprises Ltd and as such it has been identified as a related party.

During the financial year under review the charity received £18,000 (2021 - £28,000) of donations from FRC Commercial Enterprises Ltd. At the balance sheet date the amount due from FRC Commercial Enterprises Ltd was £179 (2021 - £1 due to).



**FOLKESTONE RAINBOW CENTRE**

England & Wales - Charity number 1096570

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# Accounts

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Company registration number: 04318070

Charity registration number: 1096570

# Folkestone Rainbow Centre

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2021

Beresfords  
Chartered Certified Accountants  
1-2 Rhodium Point  
Spindle Close  
Hawkinge  
Folkestone  
Kent  
CT18 7TQ

# Folkestone Rainbow Centre

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## Folkestone Rainbow Centre

### Reference and Administrative Details

<b>Trustees</b>	Sir W R Fittall, Passed away on 10th March 2022 Mr N J Buckley Dr T J Cooke-Davies, resigned on 20th July 2021 Mrs J A Doherty, appointed 20th July 2021 Miss D Douse Mr P C Edwards Dr P Le Feuvre Mr P J Haines Mrs E J Pettersen Dr J Russell
<b>Secretary</b>	Mr S C Corner
<b>Registered Office</b>	Cornerstone 69 Sandgate Road Folkestone Kent CT20 2AF
<b>Company Registration Number</b>	04318070
<b>Charity Registration Number</b>	1096570
<b>Independent Examiner</b>	Beresfords Chartered Certified Accountants 1-2 Rhodium Point Spindle Close Hawkinge Folkestone Kent CT18 7TQ

# **Folkestone Rainbow Centre**

## **Trustees' Report**

### **Small company provisions**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

### **STRUCTURE, GOVERNMENT AND MANAGEMENT**

The trustees, who are directors for the purposes of company law, present the annual strategic report together with the financial statements of the charitable company for the year ended 31 December 2021.

The Folkestone Rainbow Centre is a company limited by guarantee governed by its Memorandum and Articles of Association dated 6 November 2001. This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The Centre is also registered as a charity with the Charity Commission. The trustees have prepared the annual report and financial statements in accordance with the charity's governing document, the requirements of charity law, in particular the Commission's Statement of Recommended Practice. The trustees confirm that they have had regard to the commission's guidance on public benefit when exercising their powers and duties to which the guidance is relevant. The ways in which the charity has contributed to public benefit are set out in the statement of activities.

### **Risk Management**

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

### **OBJECTIVES AND ACTIVITIES**

#### **Aims and Objectives**

The Rainbow Centre is a Christian charity that delivers services in Folkestone and Hythe to provide support and hope to individuals and families experiencing deprivation or hardship.

The objective of the Rainbow Centre is to operate without distinction of sex or age, or of political, religious or other opinions and to promote the welfare of disadvantaged individuals and families living in the Folkestone and Hythe community, in any manner which now is, or hereafter may be demised by law to be charitable.

Underpinning the objective are five values which provide a quality framework for all work which is undertaken in the name of the Rainbow Centre.

- Respect
- Compassion
- Excellence
- Collaboration
- Commitment

# Folkestone Rainbow Centre

## Trustees' Report

### ACHIEVEMENT AND PERFORMANCE

#### Overview

2021 was another year of change. We entered the year in partial lockdown due to the ongoing pandemic, but our services adapted well to this new reality. The winter night shelter took the form of accommodation in a local Bed and Breakfast, with meals being delivered by volunteers. This was a change that was mirrored at a national level and a model that is likely to continue in the future. Our homeless support service continued to advise clients at a distance until it opened for face-to-face appointments in April. The bi-weekly Family Contact Centre opened its doors at the end of March. The Foodbank operated a delivery model both in Folkestone and on the Marsh, while the FoodStop service continued to run through the entire year, respecting the rules and laws in place at the time.

During this period of change and uncertainty, we lost our two key managers for the Homeless Support and the Foodbank Services. Still, we had the good fortune to find two experienced and committed managers to replace them. We also appointed a Volunteer Development Officer who manages the new Money Matters debt advice service.

Due to government grants and the extraordinary generosity of local organisations and people, we responded to the increasing numbers of people requesting our services, particularly the provision of emergency food supplies and homeless support services. The generosity took the form of the donation of money, time and food items. Several local businesses were particularly supportive. As a result, our reserves remain healthy, and the Trustees are exercised in deciding how we can best manage the result of such substantial local generosity.

With thanks to a local resident who left the Centre a substantial legacy after his death, we are now in a position to search for a property to house people experiencing homelessness. Judicious use of some of our reserves means we can search for a substantial property. Sadly, the Folkestone Methodist Church, the home of the Foodbank in Folkestone, closed its doors, and we have not yet been able to identify an alternative venue.

Throughout this period of change, our Chief Executive, Mary Stredwick has guided the organisation with wisdom, energy and compassion.

Sadly, our Chair, Sir William Fittall, passed away on 10 March 2022 after a short illness. His wisdom, tenacity and leadership of the charity over several years, especially during a pandemic, was exceptional. He was a remarkable man whom the staff and trustees will miss terribly.

#### Homeless Support Service and Rainbow Club

At the beginning of the year, two long-serving Homeless Support Service (HSS) staff resigned within a few months, leaving us to rely on volunteers, temporary staff and partner agencies to keep the service open while recruiting new staff. We are thankful for the dedication and commitment of our volunteers. As with every cloud, there is a silver lining; we seized the opportunity to review the HSS structure and brought the Winter Shelter under the management of the HSS manager. The new structure allows for increased capacity all year round and redeployment of staff to meet HSS and Winter Shelter needs.

In May, we recruited Louise Gotch, with broad experience in the homeless and social services sectors and two other staff one as a Homeless Support Officer and another as an Administrator. The HSS team and Centre staff rallied together after Easter when the Covid-19 restrictions eased to return to face-to-face appointments, reopening the Rainbow Club and shower services while maintaining the laundry and postal services. The Rainbow Club, which expanded during Winter Shelter, remains a safe space from which we plan to launch a befriending service.

## **Folkestone Rainbow Centre**

### **Trustees' Report**

The priority for the service was to consolidate and stabilise an optimal sustainable delivery model that uses triaging volunteers, FRC staff and other agencies effectively to meet rising needs and withstand unexpected short-term changes. The Manager put in place a plan for structured training and upskilling of staff and volunteers, supported by robust data collection using the Homeless Link Inform database and tapping into the government Kickstart programme that helps young people get back into work.

We saw a total of 540 clients walk-ins and telephone enquiries requesting housing advice and other support, including accessing shower, laundry and postal facilities services and the day club. Twenty per cent of these clients (108) went on to be on our caseload; 36 were homeless while 72 were vulnerably housed or at risk of eviction. We witnessed the effects of the pandemic on a significant rise in women presenting with domestic abuse and have forged positive partnerships with local domestic abuse charities, who continue to support clients. We helped many clients with complex needs, including mental health and substance abuse, and the trend is rising and also saw more and more couples vulnerably housed. We managed to move ten clients into rented accommodation, with four accepted as 'priority needs' by the Local Authority, who accommodated them.

Alongside directly housing-focused work, the Homeless Support Service carried out a wide range of support activities, including registering clients with GPs, advocacy with the Community Mental Health Team, Probation, Forward (Drug and Alcohol) and referrals to debt agencies.

Finding affordable housing stock in line with local authority housing benefit rates continues to be extremely difficult; landlords are refurbishing their properties, demanding higher rent or letting them out as Air BnB. Unfortunately, we see a rise in evictions due to loss in income and family break-ups. The increased cost of living and energy prices will further adversely impact many in our community.

#### **Shepway Food Bank**

In August, the Foodbank Manager who navigated the Foodbank service so well through the peak of Covid-19 left to pursue greener pastures; thankfully, we recruited Wendy Lehnert, a very able replacement with an ambition to grow new strands of work. However, the Foodbank is as strong as its volunteers, as shown during the interim recruitment and Christmas periods when service delivery ran smoothly, including bringing a large harvest.

To protect our clients and volunteers from the threat of the much more transmissible Omicron Covid-19 variant, we moved to a delivery service in January, which has continued throughout the year. We are grateful that volunteers adapted to the changes, and we, of course, missed the opportunity for conversation and signposting clients to other support agencies.

The client numbers remained higher than in previous years, but the demand levelled as the restrictions eased and people returned to work. In 2021, 37,655 kgs were given out to clients compared to 38,041 kgs of food in 2020. Some 3359 vouchers, of which 1325 (39%) went to families with children, compared to 2020 when we processed 3816 vouchers, of which 18% were for families with children. The number of children has more than doubled from the previous year, demonstrating the rising cost of living, among other issues, is having on families. At Christmas, we gave out approximately 150 bags to schools, the Winter Shelter and Food Stop.

We again saw a similar lever of donations as in 2020, receiving 37,445 kgs in 2021 from various sources, including churches, schools, supermarkets, individuals, local clubs and business donations, helping to maintain stock levels. The digital ways of donating, such as Spareable, are picking up in popularity with new ones based on real-time data introduced. Despite being yet another challenging year, our wonderful volunteers ensured smooth operations from our food warehouse to the Foodbanks all year round.

#### **FoodStop**

FoodStop, which is often the first point of contact for the "hard to reach" clients, is effectively an outreach element of the Homeless Support Service and Winter Shelter. Its volunteers provide regular updates for the HSS project workers, who monitor the welfare of the clients who might not regularly engage with the Centre.

## **Folkestone Rainbow Centre**

### **Trustees' Report**

We applaud the FoodStop, a wholly volunteer-run service, which never scaled-down and was sustained throughout the pandemic, outreaching thrice a week in two locations, despite the COVID-19 pandemic challenges. Later in the year, it returned to offering hot drinks and continued to give clients a bag containing sandwiches, water, a packet or a tin of soup; they are grateful for the supermarkets and individuals who regularly donated food. The service also provided much-needed essentials, including toiletries, sleeping bags and various clothing items.

Client numbers remain around 60 per week; the volunteer team is growing but is yet to reach pre-pandemic numbers when we had 40 volunteers.

#### **Folkestone Churches Winter Shelter (FCWS)**

As is our ethos, together with the Churches Together Folkestone, we provided a safe place to sleep for local rough sleepers during the 2021/22 winter months, offering a static shelter as we did in 2020/21.

We initially rented ten self-contained rooms in a local B&B until the end of February. Still, we were fortunate before Christmas to add three additional rooms and extend the Shelter to March 31 because of the additional funding we received from our Local Authority.

From day one, the Shelter was full with one client on the waiting list. Because of the extra rooms, we continued to accept referrals to our waiting list; the numbers were constantly rising from newly found rough sleepers, people leaving prisons to No Fixed Abode, people evicted and sofa surfing clients. We saw a rise in female clients fleeing domestic violence and couples who had been evicted.

This year, we offered more wrap-around support to clients, including a breakfast/social club during weekdays and evening meals, which helped increase engagement and 'move on' outcomes. We also supported guests to access COVID-19-related services, from testing to vaccinations and the national census. We referred some to appropriate support agencies, including the Drug & Alcohol Forward Trust and the Haven.

By the end of March, 30 people had been through our Shelter; seven were evicted, 5 left the county, and one was repatriated to their home country, leaving six who the Council looked after in another B&B while we continued to support them with their 'move on' plans. In total, we found housing solutions for 17 clients.

Eighty-four regular volunteers augmented by some 40 corporate volunteers served on Winter Shelter, and we thank local churches for their unwavering support.

#### **Family Contact**

The Rainbow Family Contact Centre remains the only provision in the district of a vital service that provides a safe space where children can meet their parents, siblings and grandparents when family relationships have broken down. The service continues to exist because the need for it is there and, sadly, has increased as family breakdowns and separations continue to rise in our communities.

The Centre opens on alternate Saturdays from 10 am to 1 pm; the amount of time the children spend at the Centre varies: some come fortnightly or monthly. The one-off registration fee for new clients to curb the number of 'no shows' to fully utilise the limited spaces is now embedded, and with the demand for the service rising, there is certainly scope to expand the service.

Unfortunately, due to the Covid-19 pandemic, we could only provide a limited service, only opening when the schools did. We had nine families registered with us, and although we couldn't offer many sessions, support and advice continued to be provided over the telephone. During the sessions, the children enjoy the non-resident parent's company, play with toys and games and may engage in crafts; a Christmas party for the children and their families is organised each year.

## **Folkestone Rainbow Centre**

### **Trustees' Report**

In July, we received a grant of £3,797 to provide supervised days out for our Contact families, although again were restricted by Covid-19. Our first ever outing was to the Tower Theatre Pantomime show at Christmas, with, unfortunately, some families choosing not to participate because of fear of Covid-19; and have more activities planned for 2022.

#### **Money Matters Project**

Money Matters was an established partnership project between The Rotary Club of Folkestone, Kent Coast Volunteering (KCV) and Citizens Advice Shepway (CAS). It was time for Rotary, who piloted the project, to pass it on to an established service provider, allowing them the capacity to develop other projects. KCV was also moving on to new projects. Our Trustees saw the natural fit of the debt management service complementing the services we already provide. They entered into a service delivery agreement with Citizens Advice in January 2021.

Money Matters supports individuals and families with unmanageable debt by engaging them with a Money Adviser from Citizens Advice who is trained and authorised to give financial advice and agrees on a Money Advice and wellbeing plan with the client. The client is then allocated a Rainbow-trained Volunteer Mentor to support them on their way out of debt.

In 2021, the service assisted 48 clients compared to 32 in 2020. The need for the service is increasing due to the rising cost of living, energy bills and inflation, further squeezing incomes.

#### **FINANCIAL REVIEW**

##### **Reserves Policy**

It has been the policy of the charity to keep cash assets of a minimum of three months running costs with a target of about six months. Trustees clarified in the course of the year that this minimum and target applied separately to the charity's restricted and unrestricted reserves.

As at 31 December 2021 cash at bank and in hand was £383,698, of which £141,750 related to restricted funds. After allowing for liabilities of £25,432 the remaining balance stands at £216,516 which represents about eight months of total monthly expenditure and around 13 months expenditure from unrestricted funds.

##### **TRUSTEE APPOINTMENTS**

In July, Dr Terry Cooke-Davies retired as a Trustee and Judith Doherty was appointed to the Board.

##### **FUTURE DEVELOPMENTS**

2022 will hold many changes and developments. The rising cost of living will undoubtedly impact the number of people contacting our Foodbank, but at the same time associated with a potential loss of donations of both food and money. The Centre will need to consider staff salaries given this inflationary pressure.

There are exciting new projects in store as we seek to purchase a property to accommodate people experiencing homelessness. We are always looking for premises from which we can run additional services, especially social supermarkets and town centre locations where we could run such activities as a community café and a venue for teaching menu planning and cooking skills. The Money Matters debt advice service will be expanded and enhanced. As always, we will continue to be a flexible and adaptable organisation seeking to find ways to support people undergoing deprivation and hardship.

**Folkestone Rainbow Centre**

**Trustees' Report**

Approved by the Board and signed on its behalf by:



.....  
Dr P Le Feuvre

Chair of Trustees

Date..... 14/7/22.

## Folkestone Rainbow Centre

### Statement of Trustees' Responsibilities

The trustees (who are also the directors of Folkestone Rainbow Centre for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the 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 apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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 adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on ..... 19/7/22 ..... and signed on its behalf by:

  
.....  
Dr P Le Feuvre  
Trustee

## Folkestone Rainbow Centre

### Independent Examiner's Report to the trustees of Folkestone Rainbow Centre ("the Company")

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2021.

#### Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of Folkestone Rainbow Centre are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

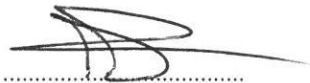
#### Independent examiner's statement

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Association of Chartered Certified Accountants, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of Folkestone Rainbow Centre as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



.....  
Mr Dan Payne FCCA  
Beresfords  
Chartered Certified Accountants  
1-2 Rhodium Point  
Spindle Close  
Hawkinge  
Folkestone  
Kent  
CT18 7TQ

Date: 19/7/22

## Folkestone Rainbow Centre

### Statement of Financial Activities for the Year Ended 31 December 2021 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted £	Restricted £	Total 2021 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	218,901	28,426	247,327
Charitable activities	4	-	142,755	142,755
Other trading activities	5	13,399	-	13,399
Investment income	6	33,645	5	33,650
Other income	7	28,000	-	28,000
Total Income		<u>293,945</u>	<u>171,186</u>	<u>465,131</u>
<b>Expenditure on:</b>				
Charitable activities	8	<u>(210,278)</u>	<u>(136,957)</u>	<u>(347,235)</u>
Total Expenditure		<u>(210,278)</u>	<u>(136,957)</u>	<u>(347,235)</u>
Net income		<u>83,667</u>	<u>34,229</u>	<u>117,896</u>
Net movement in funds		83,667	34,229	117,896
Total funds brought forward		<u>478,732</u>	<u>121,727</u>	<u>600,459</u>
Total funds carried forward	20	<u><u>562,399</u></u>	<u><u>155,956</u></u>	<u><u>718,355</u></u>

#### 2020 Accounts

	Note	Unrestricted £	Restricted £	Total 2020 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	151,827	39,256	191,083
Charitable activities	4	-	93,267	93,267
Other trading activities	5	19,864	5	19,869
Investment income	6	25,064	9	25,073
Other income	7	20,000	-	20,000
Total Income		<u>216,755</u>	<u>132,537</u>	<u>349,292</u>
<b>Expenditure on:</b>				
Charitable activities	8	<u>(203,883)</u>	<u>(113,837)</u>	<u>(317,720)</u>
Total Expenditure		<u>(203,883)</u>	<u>(113,837)</u>	<u>(317,720)</u>
Net income		<u>12,872</u>	<u>18,700</u>	<u>31,572</u>
Net movement in funds		12,872	18,700	31,572
Total funds brought forward		<u>465,861</u>	<u>103,027</u>	<u>568,888</u>
Total funds carried forward	20	<u><u>478,733</u></u>	<u><u>121,727</u></u>	<u><u>600,460</u></u>

The notes on pages 13 to 26 form an integral part of these financial statements.

**Folkestone Rainbow Centre**  
**(Registration number: 04318070)**  
**Balance Sheet as at 31 December 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	15	340,376	348,615
Investments	16	<u>1</u>	<u>1</u>
		<u>340,377</u>	<u>348,616</u>
<b>Current assets</b>			
Debtors	17	29,744	9,602
Cash at bank and in hand	18	<u>383,698</u>	<u>268,851</u>
		413,442	278,453
<b>Creditors: Amounts falling due within one year</b>	19	<u>(35,464)</u>	<u>(26,609)</u>
<b>Net current assets</b>		<u>377,978</u>	<u>251,844</u>
<b>Net assets</b>		<u>718,355</u>	<u>600,460</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		155,956	121,727
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>562,399</u>	<u>478,733</u>
<b>Total funds</b>	20	<u>718,355</u>	<u>600,460</u>

The notes on pages 13 to 26 form an integral part of these financial statements.

**Folkestone Rainbow Centre**  
**(Registration number: 04318070)**  
**Balance Sheet as at 31 December 2021**

For the financial year ending 31 December 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 10 to 26 were approved by the trustees, and authorised for issue on .....1<sup>st</sup>/1/22 and signed on their behalf by:

  
.....  
Dr P Le Feuvre  
Trustee

The notes on pages 13 to 26 form an integral part of these financial statements.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2021

#### 1 Charity status

The charity is a private company limited by guarantee and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Cornerstone  
69 Sandgate Road  
Folkestone  
Kent  
CT20 2AF

#### 2 Accounting policies

##### Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### Statement of compliance

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 (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

##### Basis of preparation

Folkestone Rainbow Centre meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

##### Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

##### Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

##### Income and endowments

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

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2021

#### *Donations and legacies*

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

#### *Grants receivable*

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

#### *Gift aid*

Incoming resources from tax reclaims are included in the Statement of Financial Activities at the same time as the gift to which they relate.

#### *Investment income*

Investment income is recognised on a receivable basis.

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### *Charitable activities*

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### **Support costs**

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

#### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2021

#### Tangible fixed assets

Individual fixed assets costing £50.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

#### Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Land and buildings	Straight line over the period of the lease.
Furniture and equipment	25% on reducing balance.
Motor vehicles	25% on reducing balance.

#### Business combinations

The company and its subsidiary are a small group and as a result do not have to prepare consolidated accounts.

#### Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

#### Trade debtors

Trade debtors are amounts due from customers for services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

#### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2021

#### Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### Financial instruments

##### Recognition and measurement

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

##### Investments

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

### 3 Income from donations and legacies

	Unrestricted funds £	Restricted £	Total 2021 £	Total 2020 £
Donations and legacies;				
Appeals and donations	143,942	20,239	164,181	127,280
Gift aid tax reclaimed	3,616	2,435	6,051	6,977
Winter Shelter donations	-	5,752	5,752	9,534
Grants, including capital grants;				
Grants receivable	71,081	-	71,081	47,218
Other income	262	-	262	74
	<u>218,901</u>	<u>28,426</u>	<u>247,327</u>	<u>191,083</u>

### 4 Income from charitable activities - restricted grants received

	Restricted £	Total 2021 £	Total 2020 £
FoodStop	14,850	14,850	5,313
Folkestone Churches Winter Shelter	110,913	110,913	46,862
Food Bank	16,992	16,992	41,092
	<u>142,755</u>	<u>142,755</u>	<u>93,267</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2021

#### 5 Income from other trading activities

	Unrestricted funds £	Total 2021 £	Total 2020 £
Events income;			
Fundraising events	13,399	13,399	19,869
	<u>13,399</u>	<u>13,399</u>	<u>19,869</u>

#### 6 Investment income

	Unrestricted funds £	Restricted £	Total 2021 £	Total 2020 £
Interest receivable and similar income;				
Interest receivable on bank deposits	340	5	345	409
Income from rents	33,305	-	33,305	24,664
	<u>33,645</u>	<u>5</u>	<u>33,650</u>	<u>25,073</u>

#### 7 Other income

	Unrestricted funds £	Total 2021 £	Total 2020 £
Income from trading subsidiary	28,000	28,000	20,000
	<u>28,000</u>	<u>28,000</u>	<u>20,000</u>

#### 8 Expenditure on charitable activities

	Unrestricted funds £	Restricted £	Total 2021 £	Total 2020 £
General	20	-	20	548
FoodStop	-	4,662	4,662	2,749
Folkestone Churches Winter Shelter	-	67,186	67,186	56,321
Homeless Support Service	62,997	-	62,997	68,006
Contact	3,450	-	3,450	2,441
Food Bank	-	55,389	55,389	45,069
Allocated support costs	9 136,405	8,677	145,082	133,881
Governance costs	9 7,406	1,043	8,449	8,705
	<u>210,278</u>	<u>136,957</u>	<u>347,235</u>	<u>317,720</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2021

#### 9 Analysis of governance and support costs

##### Support costs allocated to charitable activities

	Other support costs £	Total 2021 £	Total 2020 £
FoodStop	277	277	369
Folkestone Churches Winter Shelter	6,004	6,004	6,006
Contact	1,250	1,250	1,250
Food Bank	2,396	2,396	2,523
Wages	57,515	57,515	41,003
Staff NIC	2,592	2,592	1,406
Staff pensions	2,167	2,167	1,659
Recruitment and employment costs	1,502	1,502	866
Rates	440	440	124
Light and heat	10,366	10,366	4,381
Insurance	3,318	3,318	2,266
Repairs	14,866	14,866	34,493
Telephone	3,231	3,231	2,682
Computer expenses	3,944	3,944	6,787
Printing, postage and stationery	1,288	1,288	784
Management fees	-	-	2,500
Sundry expenses	3,392	3,392	554
Cleaning	13,203	13,203	12,831
Travelling	150	150	-
Legal and professional fees	9,061	9,061	-
Bank charges	64	64	96
Loan interest	-	-	1,396
Depreciation	8,056	8,056	9,237
Loss on disposal of fixed assets	-	-	668
	<u>145,082</u>	<u>145,082</u>	<u>133,881</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2021

#### Governance costs

	Unrestricted funds £	Restricted £	Total 2021 £	Total 2020 £
Independent examiner fees				
Examination of the financial statements	2,220	-	2,220	2,220
Other governance costs	5,186	1,043	6,229	6,485
	7,406	1,043	8,449	8,705

#### 10 Net incoming/outgoing resources

Net incoming resources for the year include:

	2021 £	2020 £
Loss on disposal of fixed assets held for the charity's own use	-	668
Depreciation of fixed assets	8,729	10,135

#### 11 Trustees remuneration and expenses

No trustees have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

#### 12 Staff costs

The aggregate payroll costs were as follows:

	2021 £	2020 £
<b>Staff costs during the year were:</b>		
Wages and salaries	161,377	166,088
Social security costs	8,323	8,981
Pension costs	3,207	4,147
	172,907	179,216

The monthly average number of persons (including senior management team) employed by the charity during the year was as follows:

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2021

	2021 No	2020 No
Service delivery	5	4
Support	2	3
Winter Shelter	1	2
Food Bank	3	2
	11	11
	11	11

The average number of employees during 2021 includes 4 full time staff and the remainder is made up of part time staff.

The average full time equivalent for the first three quarters of the year was 6.6 and for the final quarter of the year was 8.3.

No employee received emoluments of more than £60,000 during the year.

#### 13 Independent examiner's remuneration

	2021 £	2020 £
Examination of the financial statements	2,220	2,220
	2,220	2,220

#### 14 Taxation

The company is a registered charity and is exempt from corporation tax on its charitable activities.

#### 15 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Motor vehicles £	Total £
<b>Cost</b>				
At 1 January 2021	374,604	61,574	27,461	463,639
Additions	-	490	-	490
At 31 December 2021	374,604	62,064	27,461	464,129
<b>Depreciation</b>				
At 1 January 2021	44,308	50,048	20,668	115,024
Charge for the year	4,028	3,003	1,698	8,729
At 31 December 2021	48,336	53,051	22,366	123,753
<b>Net book value</b>				
At 31 December 2021	326,268	9,013	5,095	340,376
At 31 December 2020	330,296	11,526	6,793	348,615

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2021

Included within the net book value of land and buildings above is £Nil (2020 - £Nil) in respect of freehold land and buildings and £326,268 (2020 - £330,296) in respect of leaseholds.

#### 16 Fixed asset investments

	2021 £	2020 £
Shares in group undertakings and participating interests	1	1

#### Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
<b>Cost</b>		
At 1 January 2021	1	1
At 31 December 2021	1	1
<b>Net book value</b>		
At 31 December 2021	1	1
At 31 December 2020	1	1

#### Details of undertakings

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held		Principal activity
			2021	2020	
<b>Subsidiary undertakings</b>					
FRC Commercial Enterprises Ltd	England and Wales	Ordinary	100%	100%	Charity shop

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2021

#### Subsidiaries

The loss for the financial period of FRC Commercial Enterprises Ltd was £636 (2020 - £85) and the aggregate amount of capital and reserves at the end of the period was £6,376 (2020 - £7,012).

#### 17 Debtors

	2021 £	2020 £
Trade debtors	23,400	3,025
Prepayments	4,445	4,550
Other debtors	1,899	2,027
	<u>29,744</u>	<u>9,602</u>

#### 18 Cash and cash equivalents

	2021 £	2020 £
Cash on hand	751	725
Cash at bank	382,947	268,126
	<u>383,698</u>	<u>268,851</u>

#### 19 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	17,115	9,384
Other taxation and social security	4,034	4,345
Other creditors	9,047	7,501
Accruals	5,268	5,379
	<u>35,464</u>	<u>26,609</u>

Folkestone Rainbow Centre

Notes to the Financial Statements for the Year Ended 31 December 2021

20 Funds	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2021 £
<b>Unrestricted</b>					
General	478,732	293,945	(210,278)	(100,000)	462,399
Designated	-	-	-	100,000	100,000
<b>Total unrestricted</b>	<u>(478,732)</u>	<u>(293,945)</u>	<u>210,278</u>	<u>-</u>	<u>(562,399)</u>
<b>Restricted Funds</b>					
FoodStop	15,775	15,454	(4,939)	-	26,290
Folkestone Churches Winter Shelter	60,897	117,231	(73,190)	-	104,938
Food Bank	45,055	38,501	(58,828)	-	24,728
<b>Restricted</b>	<u>121,727</u>	<u>171,186</u>	<u>(136,957)</u>	<u>-</u>	<u>155,956</u>
<b>Total funds</b>	<u>600,459</u>	<u>465,131</u>	<u>(347,235)</u>	<u>-</u>	<u>718,355</u>

**Folkestone Rainbow Centre**

**Notes to the Financial Statements for the Year Ended 31 December 2021**

	Balance at 1 January 2020 £	Incoming resources £	Resources expended £	Balance at 31 December 2020 £
<b>2020 Accounts</b>				
<b>Unrestricted</b>				
General	465,861	216,755	(203,883)	478,733
<b>Restricted Funds</b>				
FoodStop	12,947	5,946	(3,118)	15,775
Pre-School Canterbury Road	-	-	-	-
Folkestone Churches Winter Shelter	66,449	56,775	(62,327)	60,897
Food Bank	23,631	69,816	(48,392)	45,055
<b>Restricted</b>	<u>103,027</u>	<u>132,537</u>	<u>(113,837)</u>	<u>121,727</u>
<b>Total funds</b>	<u>568,888</u>	<u>349,292</u>	<u>(317,720)</u>	<u>600,460</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2021

The specific purposes for which the funds are to be applied are as follows:

The General fund is used for providing the Homeless Support Service and Contact as well as the administration of the charity, FoodStop, Folkestone Churches Winter Shelter and Food Bank.

The designated fund has been created this year and is for future property repairs and refurbishments or for future property purchases.

The FoodStop fund is used to deliver fresh sandwiches and soup to the homeless and hungry. Income is derived from donations and grants.

The Folkestone Churches Winter Shelter fund is used to support the homeless during the months of December to February. Income is derived from donations and grants.

The Food Bank fund is used for the provision of a food bank in the district. Income is derived from donations and grants.

#### 21 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2021 £
Tangible fixed assets	338,355	2,021	340,376
Fixed asset investments	1	-	1
Debtors	7,526	22,218	29,744
Cash and short-term deposits	241,949	141,749	383,698
Current liabilities	(25,430)	(10,034)	(35,464)
Total net assets	<u>562,401</u>	<u>155,954</u>	<u>718,355</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2021

#### 2020 Accounts

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2020 £
Tangible fixed assets	345,921	2,694	348,615
Fixed asset investments	1	-	1
Debtors	6,877	2,725	9,602
Cash and short-term deposits	143,655	125,196	268,851
Current liabilities	<u>(17,721)</u>	<u>(8,888)</u>	<u>(26,609)</u>
Total net assets	<u>478,733</u>	<u>121,727</u>	<u>600,460</u>

#### **22 Related party transactions**

During the year the charity made the following related party transactions:

##### **FRC Commercial Enterprises Ltd**

FRC Commercial Enterprises Ltd operates a second hand store with profits being donated to the Folkestone Rainbow Centre. It has some directors who are also on the board of the charity. The charity owns 100% of the share capital of FRC Commercial Enterprises Ltd and as such it has been identified as a related party.

During the financial year under review the charity received £28,000 (2020 - £20,000) of donations from FRC Commercial Enterprises Ltd.. At the balance sheet date the amount due to FRC Commercial Enterprises Ltd was £1 (2020 - £1).

**FOLKESTONE RAINBOW CENTRE**

England & Wales - Charity number 1096570

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# Accounts

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Company registration number: 04318070

Charity registration number: 1096570

# Folkestone Rainbow Centre

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2020

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Beresfords  
Chartered Certified Accountants  
1-2 Rhodium Point  
Spindle Close  
Hawkinge  
Folkestone  
Kent  
CT18 7TQ

# Folkestone Rainbow Centre

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## Folkestone Rainbow Centre

### Reference and Administrative Details

<b>Trustees</b>	Miss D Douse Dr T J Cooke-Davies Dr P Le Feuvre Dr J Russell Reverend S Webber (Resigned 31 March 2020) Sir W R Fittall Mr N J Buckley Mr P C Edwards Mrs E J Pettersen Mr P J Haines (appointed 1 April 2020)
<b>Secretary</b>	Mr S C Corner
<b>Principal Office</b>	Cornerstone 69 Sandgate Road Folkestone Kent CT20 2AF
<b>Company Registration Number</b>	04318070
<b>Charity Registration Number</b>	1096570
<b>Independent Examiner</b>	Beresfords Chartered Certified Accountants 1-2 Rhodium Point Spindle Close Hawkinge Folkestone Kent CT18 7TQ

# Folkestone Rainbow Centre

## Trustees' Report

### Small company provisions

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

### STRUCTURE, GOVERNMENT AND MANAGEMENT

The trustees, who are directors for the purposes of company law, present the annual strategic report together with the financial statements of the charitable company for the year ended 31 December 2020.

The Folkestone Rainbow Centre is a company limited by guarantee governed by its Memorandum and Articles of Association dated 6 November 2001. This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The Centre is also registered as a charity with the Charity Commission. The trustees have prepared the annual report and financial statements in accordance with the charity's governing document, the requirements of charity law, in particular the Commission's Statement of Recommended Practice. The trustees confirm that they have had regard to the commission's guidance on public benefit when exercising their powers and duties to which the guidance is relevant. The ways in which the charity has contributed to public benefit are set out in the statement of activities.

### Risk Management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

### OBJECTIVES AND ACTIVITIES

#### Aims and Objectives

The Rainbow Centre is a Christian charity that delivers services in Folkestone and Hythe to provide support and hope to individuals and families experiencing deprivation or hardship.

The objective of the Rainbow Centre is to operate without distinction of sex or age, or of political, religious or other opinions and to promote the welfare of disadvantaged individuals and families living in the Folkestone and Hythe community, in any manner which now is, or hereafter may be demised by law to be charitable.

Underpinning the objective are five values which provide a quality framework for all work which is undertaken in the name of the Rainbow Centre.

- Respect
- Compassion
- Excellence
- Collaboration
- Commitment

# Folkestone Rainbow Centre

## Trustees' Report

### ACHIEVEMENT AND PERFORMANCE

#### Overview

2020 was like no other year since the charity was founded. If there was any consolation at a time of such turbulence and uncertainty it was knowing that the extraordinary challenges that we faced as a result of the Coronavirus pandemic were not of our making and were shared-in many cases far more acutely- by so many other organisations across the whole of society.

When the Prime Minister announced a national lockdown on 23 March we immediately faced a dilemma. It was clearly imperative that we saw the safety of our volunteers and staff as paramount. Equally, the charity exists to meet people at times of personal need and we knew that the lockdown was going to be a time of increased need for very many people. So, on 24 March we resolved to continue to deliver those services that we could, within the constraints imposed by Government imposed restrictions.

This was no mean challenge, partly because our chief executive was about to leave us barely a fortnight later and partly because about a third of our volunteers are over 70 and were therefore subject to Government advice to avoid being out more than was strictly necessary. Nevertheless, we succeeded in keeping our food service going throughout and the Homeless Support Service managed to continue to provide advocacy and practical help for those at risk of homelessness without being able to meet clients face to face. Courtesy of increased public funding we also managed to run a winter shelter, albeit on different lines from the traditional model. A more detailed account is set out in the succeeding paragraphs.

Before the pandemic struck the trustees had resolved to use some of our excessively high reserves to catch up with certain infrastructure work, in particular to completely refurbish our ageing loos at Cornerstone House and to upgrade our IT server which was nearing the end of its useful life. Despite the financial uncertainties brought by lockdown we concluded that we should see these plans through.

In the event, an increase in donations and grants received more than offset the loss suffered through the inability to organise the usual fundraising events. As a result, despite the significant outlay on infrastructure projects we ended the year with a further excess of income over expenditure. With this outstanding result in prospect the trustees decided at the beginning of December that it would be right to repay the mortgage on Cornerstone House, thereby saving future interest payments.

It is because of this decision to end our borrowing that, though we made an operating surplus in the year, our net current assets ended up nearly 10% down on the previous year. At just over a quarter of a million pounds they, nevertheless, remain at a higher level than our target, even allowing for the wisdom of maintaining some additional resilience in these uncertain times. The strong state of the finances helped the trustees agree to take on responsibility for a debt advisory service-Money Matters- at the end of 2020 and to launch a new three year strategy 'walking the extra mile'.

We said farewell at Easter 2020 to one of our trustees, the Revd Sarah Webber, co-pastor of the Harbour Church and the outgoing chair of Churches Together in Folkestone. Sarah had done much to nurture our relations with the Folkestone churches as well as contribute shrewdly and prayerfully to our deliberations.

We also bade 'God speed' to our Ali Chambers who left us to take up a leading fundraising role for the Mission Aviation Fellowship, a national charity with its headquarters in East Kent. The lockdown restrictions prevented us from sending Ali off in the manner we would have wished. Her service to us had been outstanding.

Our new chief executive, Mary Stredwick, could not have arrived at a more turbulent moment. But her resilience and long experience of a wide range of organisations in the UK and overseas have stood her in very good stead. We owe her a lot for the way she has held things together despite all the uncertainties and helped us develop a new strategic and business planning framework.

## Folkestone Rainbow Centre

### Trustees' Report

#### Homeless Support Service and Rainbow Club

As a service, we welcomed the central government's "Everyone In" strategy, and worked collaboratively with the local Council and Porchlight, Serveco, and others, to ensure those rough-sleeping locally were placed into emergency accommodation and supported.

During the Covid-19 pandemic, the Homeless Support Service continued to maintain many of the interventions it carries out for clients working with other agencies to ensure that as much support as possible remained available. We however suspended shower facilities until restrictions eased and had put in place safe systems but maintained laundry and the postal service for clients.

Staff adapted so quickly to the challenge of working and advocating as best they could for their clients, conducting some 150 welfare checks. These checks ensured clients knew where they could get food, how to work with restrictions in place, and that they had access to health and dental care and prescriptions. The Homeless Support Service (HSS) provide advisory and advocacy support for some of the neediest in our local area and offer practical guidance to a wide range of people at risk of finding themselves without accommodation. Inevitably, more clients are presenting with multiple complex needs, often involving severe mental and physical health issues.

Alongside directly housing-focused work, the Homeless Support Service carried out a wide range of support activities, including registering clients with GPs, advocacy with the Community Mental Health Team, Probation, Forward (Drug and Alcohol) and referrals to debt agencies.

The (HSS) formally supported 177 clients in 2020, with support given to well over 50 further clients. With the issues raised by the pandemic, the usual recording we undertake for clients took second place to ensure we could provide as much support for clients as possible. Despite the challenges of COVID-19, the number of clients housed (63) by accessing the service during 2020 was an increase in 2019 (51). This is a tribute to staff and triaging volunteers who worked remotely.

Finding affordable housing stock in line with local authority housing benefit rates continues to be extremely difficult. The challenge ahead is to promote supported housing initiatives, such as Housing First, for clients with the most complex needs.

At the end of the year we learned that we would be saying goodbye early in the New Year to John Burgess after nine years working for the charity. We thank him for his hard work and dedication to the service and wish him well in the new post to which he has moved.

#### Shepway Food Bank

The Foodbank Manager joined the Centre on 2nd March 2020, and within three weeks, we went into the first COVID-19 lockdown. She quickly adapted service delivery to comply with the Covi-19 restrictions, which placed an additional burden on the few volunteers who could work safely in the Warehouse and at the Foodbank. Referral agencies were set-up to issue e-vouchers remotely. As our priority was to feed those in need in the safest possible way, we suspended meeting clients over tea and coffee but missed the opportunity for conversation and signposting to other support agencies.

From our Foodbanks in Lydd, Folkestone Methodist Church and Romney Marsh Community Centre, in March 2020, we fed 874 people, increasing 241% compared with the previous year (256); the equivalent of 7866 meals. At Christmas, we gave out approximately 150 bags to schools, the Winter Shelter and Food Stop. These bags were packaged by volunteers and delivered with the help of a group of Saga staff.

Thankfully, whilst the client numbers remained higher than in previous years, the demand levelled off as we moved through the lockdown. In all of 2020, 38,041 kgs of food were given out to 3816 people including 1504 children. Compared to 2019, the number using the foodbank increased by 10% while that of children increased by 18%.

## **Folkestone Rainbow Centre**

### **Trustees' Report**

We saw various clients at the foodbanks who had been affected by the pandemic, including self-employed clients whose incomes had stopped overnight, hotel workers on zero-hour contracts. These families were struggling since their children were at home rather than at school. Benefit claims were taking longer to process due to staff having to work remotely and due to the increase in demand.

While our traditional stock sources, churches and schools closed, the supermarkets, individuals, local clubs and business donations compensated, helping to maintain stock levels. We also sought alternative ways of donating and now use an app called Spareable, which allows donors to buy items and pay for them online, which are then delivered directly to the Warehouse, generating a steady weekly stock flow.

Despite being a challenging year, our wonderful volunteers ensured smooth operations from our food warehouse to the Foodbanks all year round.

#### **FoodStop**

Despite the COVID-19 pandemic, Food Stop maintained its outreach service, operating three evenings in two street locations throughout 2020. As part of the raft of Covid-19 risk reduction measures introduced, we also suspended offering hot drinks. Clients were given a bag containing sandwiches, water, a packet or a tin of soup to minimise contact and are grateful for the supermarkets and individuals who regularly donated food. The service also provided much-needed essentials, including toiletries, sleeping bags and various items of clothing.

Clients numbers were significantly higher at the beginning of lockdown ranging between 85 and 130 people per week; however, as new emergency food providers emerged as a response to the pandemic, numbers dropped significantly to around 65 per week.

A much-reduced team of volunteers shouldered the service delivery as some of the 39 volunteers and Team leaders had to shield for most of 2020.

FoodStop, which is often the first point of contact for these "hard to reach" group, is effectively an outreach element of the Homeless Support Service. Its volunteers provide regular updates for the HSS project workers, who can monitor the welfare of the clients who might not regularly engage with the Centre itself.

#### **Folkestone Churches Winter Shelter (FCWS)**

Despite the uncertainties created by the global Covid-19 pandemic, the Rainbow Centre Trustees and local churches were determined to provide a safe place to sleep for local rough sleepers during winter 2020-2021.

With the help of the local church partners, volunteers and additional funding from Folkestone Hythe and Dover District Council grant, we switched from our rolling shelter model to a static shelter space deemed the safest and the most appropriate way forward for all. We rented ten rooms in a local B&B and launched the 12th year of Shelter from 1 December 2020 through to 31 March 2021.

From Day One, the Shelter had 11 guests as we had a couple, turning away 14 potential guests. Dover Outreach Centre accommodated three guests. As we started accepting the registrations, the numbers were constantly rising, with newly found rough sleepers, people leaving prisons to No Fixed Abode, people evicted despite the eviction ban and sofa surfing clients who had lost their options to yet another lockdown looming. Having room to be in at all times gave our guests a sense of dignity, with 65% had life-long connections to Folkestone. Over 20% were women, similar to the number of homeless women in our area and the national trends. We already knew more than 50% of the guests through accessing the Homeless Support Service and working closely with Porchlight Outreach Workers. Due to stricter rules in place when using self-contained hotel accommodation, four bans were issued; one client left the Shelter on his own accord.

## **Folkestone Rainbow Centre**

### **Trustees' Report**

Despite the challenges of social distancing, we continued to offer a regular advocacy service, making universal credit and 'Homechoice' applications. Six guests moved into accommodation through the rent deposit scheme. We also supported guests to access COVID-19 related services, from testing to vaccinations and the national census. We referred some to appropriate support agencies, including the Drug & Alcohol Forward Trust, the Haven, etc.

Unfortunately, we could not offer any social interaction to our guests and volunteers due to the high risks of transmitting Covid-19. We received 80 volunteer applications and accepted help from 56 who cooked and delivered over 1200 meals. We thank local churches for their unwavering support.

We are grateful to Folkestone Hythe District, which in the last week of the Shelter confirmed that they would take on all remaining eight guests in the B&B until their - often ongoing - move-on option becomes a reality for a maximum of three months. A great success and added feeling of security for our guests!

#### **Family Contact**

The Rainbow Family Contact Centre provides a safe space where children can meet the parents they don't live with. The Family Contact Centre, one of the oldest services of the Rainbow Centre, continues to exist because the need for it is there and sadly has increased as family breakdowns and separation rise in our communities. The Centre opens every other Saturday from 10 am to 1 pm; the amount of time the children spend at the Centre varies: some come for every session and some on a monthly or six-weekly basis. During the sessions, the children enjoy the non-resident parent company, playing with toys, games and may engage in crafts; and a Christmas party for the children and their families organised each year. The Centre's impact is huge on those families who have separated and need access to their children and is now the only Centre of its kind open in the local area.

Unfortunately, due to Covid-19 pandemic, we were only able to provide ten sessions throughout the year. We had 14 families registered with us, and although we couldn't offer many sessions, support and advice continued to be offered over the telephone. We are pleased that 4 of our clients moved on and are enjoying contact out in the community.

Within the year, we reviewed the service and introduced a one-off registration fee for new clients to curb the number of 'no shows' to fully utilise the limited spaces.

The Contact Service addresses one of our strategic focus areas of family matters; demand for the service is rising; with sufficient volunteers, there is scope to expand the service when the Covid-19 pandemic ends.

#### **FINANCIAL REVIEW**

##### **Reserves Policy**

It has been the policy of the charity to keep cash assets of a minimum of three months running costs with a target of about six months. Trustees clarified in the course of the year that this minimum and target applied separately to the charity's restricted and unrestricted reserves.

As at 31 December 2020 cash at bank and in hand was £268,851, of which £125,196 related to restricted funds. After allowing for liabilities of £17,721 the remaining balance stands at £125,934 which represents about five months of total monthly expenditure and around eight months expenditure from unrestricted funds.

#### **TRUSTEE APPOINTMENTS**

As noted above, there was one change in the trustee body in 2020 and a further is expected in 2021. though we welcomed Stephen Corner as secretary to the trustees.

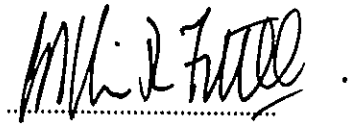
## Folkestone Rainbow Centre

### Trustees' Report

#### FUTURE DEVELOPMENTS

The main challenge for 2021 is to restore the full level of services as soon as Covid related restrictions permit. Staff changes mean that the Housing Support Service will be under new leadership. And the charity will experience a significant, though natural and welcome diversification of its work as a result of assuming responsibility for the Money Matters programme. Alongside this there will be need to develop specific new initiatives to give substance to the 'Walking the extra mile' strategy.

Approved by the Board and signed on its behalf by:



Sir W R Fittall

Chair of Trustees

Date.....28/7/21..

## Folkestone Rainbow Centre

### Statement of Trustees' Responsibilities

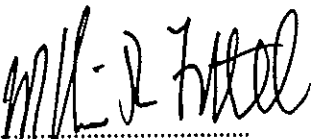
The trustees (who are also the directors of Folkestone Rainbow Centre for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the 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 apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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 adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 20/7/21 and signed on its behalf by:

  
.....  
Sir W R Fittall  
Trustee

## Folkestone Rainbow Centre

### Independent Examiner's Report to the trustees of Folkestone Rainbow Centre

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2020 which are set out on pages 10 to 28.

#### Respective responsibilities of trustees and examiner

As the charity's trustees of Folkestone Rainbow Centre (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of Folkestone Rainbow Centre are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

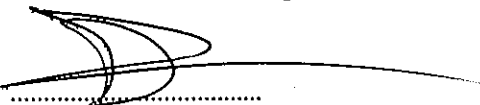
#### Independent examiner's statement

Since Folkestone Rainbow Centre's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Association of Chartered Certified Accountants, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of Folkestone Rainbow Centre as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



.....  
Mr Dan Payne FCCA  
Beresfords  
Chartered Certified Accountants  
1-2 Rhodium Point  
Spindle Close  
Hawkinge  
Folkestone  
Kent  
CT18 7TQ

Date: 29/7/21.....

## Folkestone Rainbow Centre

### Statement of Financial Activities for the Year Ended 31 December 2020 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted £	Restricted £	Total 2020 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	151,827	39,256	191,083
Charitable activities	4	-	93,267	93,267
Other trading activities	5	19,864	5	19,869
Investment income	6	25,064	9	25,073
Other income	7	20,000	-	20,000
<b>Total Income</b>		<u>216,755</u>	<u>132,537</u>	<u>349,292</u>
<b>Expenditure on:</b>				
Charitable activities	8	<u>(203,883)</u>	<u>(113,837)</u>	<u>(317,720)</u>
<b>Total Expenditure</b>		<u>(203,883)</u>	<u>(113,837)</u>	<u>(317,720)</u>
<b>Net income</b>		<u>12,872</u>	<u>18,700</u>	<u>31,572</u>
Net movement in funds		12,872	18,700	31,572
Total funds brought forward		<u>465,861</u>	<u>103,027</u>	<u>568,888</u>
Total funds carried forward	21	<u>478,733</u>	<u>121,727</u>	<u>600,460</u>

#### 2019 Accounts

	Note	Unrestricted £	Restricted £	Total 2019 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	166,605	21,488	188,093
Charitable activities	4	-	54,845	54,845
Other trading activities	5	25,534	5,881	31,415
Investment income	6	24,653	-	24,653
Other income	7	19,000	1	19,001
<b>Total Income</b>		<u>235,792</u>	<u>82,215</u>	<u>318,007</u>
<b>Expenditure on:</b>				
Charitable activities	8	<u>(169,365)</u>	<u>(66,256)</u>	<u>(235,621)</u>
<b>Total Expenditure</b>		<u>(169,365)</u>	<u>(66,256)</u>	<u>(235,621)</u>
<b>Net income</b>		<u>66,427</u>	<u>15,959</u>	<u>82,386</u>
Net movement in funds		66,427	15,959	82,386
Total funds brought forward		<u>399,433</u>	<u>87,067</u>	<u>486,500</u>
Total funds carried forward	21	<u>465,860</u>	<u>103,026</u>	<u>568,886</u>

The notes on pages 13 to 28 form an integral part of these financial statements.

## Folkestone Rainbow Centre

(Registration number: 04318070)  
Balance Sheet as at 31 December 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	15	348,615	351,373
Investments	16	<u>1</u>	<u>1</u>
		<u>348,616</u>	<u>351,374</u>
<b>Current assets</b>			
Debtors	17	9,602	10,971
Cash at bank and in hand	18	<u>268,851</u>	<u>290,267</u>
		278,453	301,238
<b>Creditors: Amounts falling due within one year</b>	19	<u>(26,609)</u>	<u>(24,690)</u>
<b>Net current assets</b>		<u>251,844</u>	<u>276,548</u>
<b>Total assets less current liabilities</b>		600,460	627,922
<b>Creditors: Amounts falling due after more than one year</b>	20	<u>-</u>	<u>(59,036)</u>
<b>Net assets</b>		<u>600,460</u>	<u>568,886</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		121,727	103,026
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>478,733</u>	<u>465,860</u>
<b>Total funds</b>	21	<u>600,460</u>	<u>568,886</u>

The notes on pages 13 to 28 form an integral part of these financial statements.

**Folkestone Rainbow Centre**

**(Registration number: 04318070)  
Balance Sheet as at 31 December 2020**

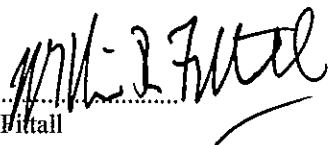
For the financial year ending 31 December 2020 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 10 to 28 were approved by the trustees, and authorised for issue on 20/7/21..... and signed on their behalf by:

  
.....  
Sir W R Biffall  
Trustee

The notes on pages 13 to 28 form an integral part of these financial statements.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### 1 Charity status

The charity is a private company limited by guarantee and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Cornerstone  
69 Sandgate Road  
Folkestone  
Kent  
CT20 2AF

#### 2 Accounting policies

##### Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### Statement of compliance

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 (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

##### Basis of preparation

Folkestone Rainbow Centre meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

##### Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

##### Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

##### Income and endowments

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

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### *Donations and legacies*

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

#### *Grants receivable*

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

#### *Gift aid*

Incoming resources from tax reclaims are included in the Statement of Financial Activities at the same time as the gift to which they relate.

#### *Investment income*

Investment income is recognised on a receivable basis.

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### *Charitable activities*

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### **Support costs**

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

#### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### Tangible fixed assets

Individual fixed assets costing £50.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

#### Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Land and buildings	Straight line over the period of the lease.
Furniture and equipment	25% on reducing balance.
Motor vehicles	25% on reducing balance.

#### Business combinations

The company and its subsidiary are a small group and as a result do not have to prepare consolidated accounts.

#### Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

#### Trade debtors

Trade debtors are amounts due from customers for services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

#### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Fund structure**

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### **Financial instruments**

##### *Recognition and measurement*

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

##### *Investments*

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### 3 Income from donations and legacies

	Unrestricted funds £	Restricted £	Total 2020 £	Total 2019 £
Donations and legacies;				
Appeals and donations	99,738	27,542	127,280	80,710
Gift aid tax reclaimed	4,797	2,180	6,977	8,665
Winter Shelter donations	-	9,534	9,534	13,285
Grants, including capital grants;				
Grants receivable	47,218	-	47,218	84,830
Other income	74	-	74	603
	<u>151,827</u>	<u>39,256</u>	<u>191,083</u>	<u>188,093</u>

#### 4 Income from charitable activities - restricted grants received

	Restricted £	Total 2020 £	Total 2019 £
FoodStop	5,313	5,313	4,675
Folkestone Churches Winter Shelter	46,862	46,862	30,690
Food Bank	41,092	41,092	19,480
	<u>93,267</u>	<u>93,267</u>	<u>54,845</u>

#### 5 Income from other trading activities

	Unrestricted funds £	Restricted £	Total 2020 £	Total 2019 £
Events income;				
Fundraising events	19,864	5	19,869	31,415
	<u>19,864</u>	<u>5</u>	<u>19,869</u>	<u>31,415</u>

#### 6 Investment income

	Unrestricted funds £	Restricted £	Total 2020 £	Total 2019 £
Interest receivable and similar income;				
Interest receivable on bank deposits	400	9	409	23
Income from rents	24,664	-	24,664	24,630
	<u>25,064</u>	<u>9</u>	<u>25,073</u>	<u>24,653</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### 7 Other income

	Unrestricted funds £	Total 2020 £	Total 2019 £
Income from trading subsidiary	20,000	20,000	19,000
Other income	-	-	1
	<u>20,000</u>	<u>20,000</u>	<u>19,001</u>

#### 8 Expenditure on charitable activities

	Note	Unrestricted funds £	Restricted £	Total 2020 £	Total 2019 £
General		548	-	548	3,399
FoodStop		-	2,749	2,749	4,523
Folkestone Churches Winter Shelter		-	56,321	56,321	42,044
Homeless Support Service		68,006	-	68,006	73,175
Contact		2,441	-	2,441	3,651
Food Bank		-	45,069	45,069	18,573
Allocated support costs	9	124,983	8,898	133,881	80,496
Governance costs	9	7,905	800	8,705	9,760
		<u>203,883</u>	<u>113,837</u>	<u>317,720</u>	<u>235,621</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### 9 Analysis of governance and support costs

##### Support costs allocated to charitable activities

	Other support costs £	Total 2020 £	Total 2019 £
General	123,733	123,733	78,132
FoodStop	369	369	492
Folkestone Churches Winter Shelter	6,006	6,006	8
Contact	1,250	1,250	1,248
Food Bank	2,523	2,523	616
	<u>133,881</u>	<u>133,881</u>	<u>80,496</u>

##### Governance costs

	Unrestricted funds £	Restricted £	Total 2020 £	Total 2019 £
Independent examiner fees				
Examination of the financial statements	2,220	-	2,220	2,220
Other governance costs	<u>5,685</u>	<u>800</u>	<u>6,485</u>	<u>7,540</u>
	<u>7,905</u>	<u>800</u>	<u>8,705</u>	<u>9,760</u>

#### 10 Net incoming/outgoing resources

Net incoming resources for the year include:

	2020 £	2019 £
Loss on disposal of fixed assets held for the charity's own use	668	-
Depreciation of fixed assets	<u>10,135</u>	<u>9,710</u>

#### 11 Trustees remuneration and expenses

No trustees have received any remuneration from the charity during the year.

Mrs Bertie Edwards, the wife of one of the trustees, was employed part time on a fixed term contract as a project worker for the winter shelter. She received £2,219 (2019 £1,932) in pay and the charity also paid employer's national insurance contributions of £32 (2019 - £36).

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### 12 Staff costs

The aggregate payroll costs were as follows:

	2020 £	2019 £
<b>Staff costs during the year were:</b>		
Wages and salaries	166,088	142,603
Social security costs	8,981	7,727
Pension costs	4,147	3,462
	<u>179,216</u>	<u>153,792</u>

The monthly average number of persons (including senior management team) employed by the charity during the year was as follows:

	2020 No	2019 No
Service delivery	4	4
Support	3	3
Winter Shelter	2	2
Food Bank	2	1
	<u>11</u>	<u>10</u>

The average number of employees during 2019 includes 4 full time staff, and two full time employees on a fixed term contract for part of the year. The remainder is made up of part time staff.

The average full time equivalent for the first three quarters of the year was 6.6 and for the final quarter of the year was 7.1.

No employee received emoluments of more than £60,000 during the year.

#### 13 Independent examiner's remuneration

	2020 £	2019 £
Examination of the financial statements	<u>2,220</u>	<u>2,220</u>

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### 14 Taxation

The company is a registered charity and is exempt from corporation tax on its charitable activities.

#### 15 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Motor vehicles £	Total £
<b>Cost</b>				
At 1 January 2020	374,604	57,282	27,461	459,347
Additions	-	8,045	-	8,045
Disposals	-	(3,753)	-	(3,753)
At 31 December 2020	<u>374,604</u>	<u>61,574</u>	<u>27,461</u>	<u>463,639</u>
<b>Depreciation</b>				
At 1 January 2020	40,280	49,291	18,403	107,974
Charge for the year	4,028	3,842	2,265	10,135
Eliminated on disposals	-	(3,085)	-	(3,085)
At 31 December 2020	<u>44,308</u>	<u>50,048</u>	<u>20,668</u>	<u>115,024</u>
<b>Net book value</b>				
At 31 December 2020	<u>330,296</u>	<u>11,526</u>	<u>6,793</u>	<u>348,615</u>
At 31 December 2019	<u>334,324</u>	<u>7,991</u>	<u>9,058</u>	<u>351,373</u>

Included within the net book value of land and buildings above is £Nil (2019 - £Nil) in respect of freehold land and buildings and £330,296 (2019 - £334,324) in respect of leaseholds.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### 16 Fixed asset investments

	2020 £	2019 £
Shares in group undertakings and participating interests	1	1

#### Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
<b>Cost</b>		
At 1 January 2020	1	1
At 31 December 2020	1	1
<b>Net book value</b>		
At 31 December 2020	1	1
At 31 December 2019	1	1

#### Details of undertakings

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held		Principal activity
			2020	2019	
<b>Subsidiary undertakings</b>					
FRC Commercial Enterprises Ltd	England and Wales	Ordinary	100%	100%	Charity shop

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### Subsidiaries

The loss for the financial period of FRC Commercial Enterprises Ltd was £85 (2019 - £(7,665)) and the aggregate amount of capital and reserves at the end of the period was £7,012 (2019 - £7,096).

#### 17 Debtors

	2020	2019
	£	£
Trade debtors	3,025	3,268
Prepayments	4,550	3,990
Other debtors	2,027	3,713
	9,602	10,971
	9,602	10,971

#### 18 Cash and cash equivalents

	2020	2019
	£	£
Cash on hand	725	633
Cash at bank	268,126	289,634
	268,851	290,267
	268,851	290,267

#### 19 Creditors: amounts falling due within one year

	2020	2019
	£	£
Bank loans	-	11,840
Trade creditors	9,384	2,442
Other taxation and social security	4,345	3,397
Other creditors	7,501	3,001
Accruals	5,379	4,010
	26,609	24,690
	26,609	24,690

Creditors due within one year includes the following liabilities, on which security has been given by the charity:

	2020	2019
	£	£
Bank loans	-	11,840
	-	11,840

The bank loan was secured on the leasehold property Cornerstone, 69 Sandgate Road, Folkestone, Kent. This loan has been settled within the year.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### 20 Creditors: amounts falling due after one year

	2020 £	2019 £
Bank loans	<u>-</u>	<u>59,036</u>

Creditors amounts falling due after more than one year includes the following liabilities, on which security has been given by the charity:

	2020 £	2019 £
Bank loans	<u>-</u>	<u>59,036</u>

The bank loan was secured on the leasehold property Cornerstone, 69 Sandgate Road, Folkestone, Kent. This loan has been settled within the year.

Included in the creditors are the following amounts due after more than five years:

	2020 £	2019 £
After more than five years by instalments	<u>-</u>	<u>9,176</u>

Folkestone Rainbow Centre

Notes to the Financial Statements for the Year Ended 31 December 2020

	Balance at 1 January 2020 £	Incoming resources £	Resources expended £	Balance at 31 December 2020 £
<b>21 Funds</b>				
<b>Unrestricted</b>				
General	465,861	216,755	(203,883)	478,733
<b>Restricted Funds</b>				
FoodStop	12,947	5,946	(3,118)	15,775
Folkestone Churches Winter Shelter	66,449	56,775	(62,327)	60,897
Food Bank	23,631	69,816	(48,392)	45,055
<b>Restricted</b>	103,027	132,537	(113,837)	121,727
<b>Total funds</b>	568,888	349,292	(317,720)	600,460

Folkestone Rainbow Centre

Notes to the Financial Statements for the Year Ended 31 December 2020

	Balance at 1 January 2019 £	Incoming resources £	Resources expended £	Balance at 31 December 2019 £
<b>2019 Accounts</b>				
<b>Unrestricted</b>				
General	399,433	235,792	(169,365)	465,860
<b>Restricted Funds</b>				
FoodStop	12,760	5,202	(5,015)	12,947
Pre-School Canterbury Road	-	-	-	-
Folkestone Churches Winter Shelter	58,025	50,476	(42,052)	66,449
Food Bank	16,282	26,537	(19,189)	23,630
<b>Restricted</b>	87,067	82,215	(66,256)	103,026
<b>Total funds</b>	486,500	318,007	(235,621)	568,886

## **Folkestone Rainbow Centre**

### **Notes to the Financial Statements for the Year Ended 31 December 2020**

The specific purposes for which the funds are to be applied are as follows:

The General fund is used for providing the Homeless Support Service and Contact as well as the administration of the charity, FoodStop, Folkestone Churches Winter Shelter and Food Bank.

The FoodStop fund is used to deliver fresh sandwiches and soup to the homeless and hungry. Income is derived from donations and grants.

The Folkestone Churches Winter Shelter fund is used to support the homeless during the months of December to February. Income is derived from donations and grants.

The Food Bank fund is used for the provision of a food bank in the district. Income is derived from donations and grants.

## Folkestone Rainbow Centre

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### 22 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2020 £
Tangible fixed assets	345,921	2,694	348,615
Fixed asset investments	1	-	1
Debtors	6,877	2,725	9,602
Cash and short-term deposits	143,655	125,196	268,851
Current liabilities	<u>(17,721)</u>	<u>(8,888)</u>	<u>(26,609)</u>
Total net assets	<u>478,733</u>	<u>121,727</u>	<u>600,460</u>

#### 2019 Accounts

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2019 £
Tangible fixed assets	348,027	3,346	351,373
Fixed asset investments	1	-	1
Debtors	8,131	2,840	10,971
Cash and short-term deposits	191,204	99,063	290,267
Current liabilities	(22,466)	(2,223)	(24,689)
Creditors over 1 year	<u>(59,036)</u>	<u>-</u>	<u>(59,036)</u>
Total net assets	<u>465,861</u>	<u>103,026</u>	<u>568,887</u>

#### 23 Related party transactions

During the year the charity made the following related party transactions:

##### **FRC Commercial Enterprises Ltd**

FRC Commercial Enterprises Ltd operates a second hand store with profits being donated to the Folkestone Rainbow Centre. It has some directors who are also on the board of the charity. The charity owns 100% of the share capital of FRC Commercial Enterprises Ltd and as such it has been identified as a related party.

During the financial year under review the charity received £20,000 (2019 - £19,000) of donations from FRC Commercial Enterprises Ltd.. At the balance sheet date the amount due to FRC Commercial Enterprises Ltd was £1 (2019 - £1).