

Registered number: 04958843
Charity number: 1101450

South Derbyshire CVS

Trustees' report and financial statements

For the year ended 31 March 2021



South Derbyshire CVS
(A company limited by guarantee)

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Reference and administrative details of the Charity, its Trustees and advisers
For the year ended 31 March 2021

Trustees	Mr S P Spear, Chair Mrs K Coe (resigned 17 July 2020) Mrs S Jackson, Burton Hospital League of Friends Mr A M Jones, Goseley Community Centre Committee Mr C J Baldwin, YMCA Mr J P Beaty, Burton College Mr A P Dawson Mrs M Mythen Ms K F Storey, Arts Derbyshire Mr T Smith (resigned 2 April 2020) Rev Dr M J Firbank (resigned 9 November 2020) Ms L-J Ainge (appointed 17 November 2020) Ms Z Gillbe (appointed 17 November 2020) Ms C Hempson (appointed 17 November 2020) Ms D Holland (appointed 17 November 2020) Mr K Parkinson (appointed 17 November 2020) Ms L Robinson (appointed 17 November 2020) Dr T Wond, Village Hall (appointed 17 November 2020)
Company registered number	04958843
Charity registered number	1101450
Registered office	46-48 Grove Street Swadlincote Derbyshire DE11 9DD
Chief executive officer	Ms K Fletcher (resigned 16 October 2020) Mr R Moors (from 17 October 2020)
Independent auditors	Dains LLP St John's Court Wiltell Road Lichfield Staffordshire WS14 9DS
Bankers	Unity Trust Bank Plc 9 Brindley Place Birmingham B1 2HB
Solicitors	Timms 23 West Street Swadlincote Derbyshire DE11 9DG

South Derbyshire CVS
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Trustees' report
For the year ended 31 March 2021

The Trustees present their annual report together with the audited financial statements of the Charity for the year 1 April 2020 to 31 March 2021. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Charity qualifies as small under section 382 of the Companies Act 2006, the Strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

The charity's objects, as defined in its governing document, are:

- to promote any charitable purposes for the benefit of the community, in particular but not exclusively in the local government area of South Derbyshire and the advancement of education, the advancement, promotion and protection of health and the relief of poverty, distress and sickness;
- to promote and organise co-operation in the achievement of the above purposes and to that end to bring together in council representatives of the voluntary organisations and statutory authorities within the area of benefit.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Strategies for achieving objectives

The charity has a strategic plan, agreed by its Board of Directors, which sets out its vision, aims and priorities, and outlines planned activity to achieve these aims.

Our vision is for communities that are vibrant and strong, where:

- People can get help in times of need and crisis, and are supported to tackle underlying causes and improve the quality of their lives;
- People feel safe, well connected and valued, can make choices about their lives, retain their independence, and have a sense of belonging;
- People's lives have meaning and purpose, they are able to participate, take action and make a meaningful and valued contribution to their community.

Objectives and activities (continued)

c. Activities undertaken to achieve objectives

The trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives, and have complied with the Charities Act 2011.

Our activities deliver the public benefit requirement in the following ways:

Our first charitable object has two main beneficiaries: individuals who use our direct services; and voluntary and community groups (and, indirectly, their beneficiaries).

Through the services we directly provide to individual beneficiaries, we relieve poverty, distress and sickness, advance education, advance, promote and protect health, and/or deliver other charitable purposes. For example:

- Food Bank provides immediate relief to individuals and families, in times of crisis, who are experiencing food poverty, as well as helping them access support for the underlying causes;
- Safer Homes and our Gardening Service secure the homes of vulnerable people who are at risk or who have been victims of crime;
- Active Travel and other practical help services such as gardening, shopping and social car support the continued independence, quality of life and wellbeing of older people and those experiencing poor health, limited mobility or disability;
- Befriending services and groups including the lunch club tackle social isolation among older and vulnerable people, which is proven to impact on mental and physical wellbeing and quality of life;
- Training provided through Volunteer Passport, Alice Project, Aim Awards Centre and other training for voluntary and community groups and volunteers, provides opportunities for both accredited and informal learning and development.

We benefit a wider range of beneficiaries through our support to local voluntary and community groups, volunteering and an asset-based community development approach to working with local communities. Through this area of activity:

- We support the development of new community activities, volunteering activity, services and groups, (including the formation and registration of new charities) and so more and more diverse people are able to benefit from their activities;
- We provide training, information, guidance and support to voluntary and community organisations, as well as recruiting volunteers and facilitating collaboration and peer support, so they operate effectively and provide better services to their beneficiaries;
- We refer and signpost people to, and if necessary support them to access, other voluntary and community groups and other services, so that they benefit from a wider range of community based support.

Through delivery of our second charitable object (to promote and organise co-operation) there is a wider benefit, enabling voluntary and community organisations working across the whole range of charitable objects to inform and influence the development and delivery of public services.

Eligibility for some services may be limited to, or priority given to, a defined group of people (e.g. those of a certain age, disability or financial circumstances or those living in a particular geographical area). This might be a condition of funding and/or because the purpose of the service is to mitigate a disadvantage experienced by that particular group. Other than this, services are offered in line with our equality and diversity policy to all eligible sectors of the community.

Objectives and activities (continued)

Most of our services to individuals and voluntary organisations are free or substantially subsidised. We actively encourage the contribution of volunteers who freely give their time to support and deliver activities. We recognise that inability to pay can be a barrier to those in most need of services. Where we do need to charge for services, because they are not otherwise funded, charges are kept at the minimum needed to cover our delivery costs.

The public benefits identified above are evidenced through:

- Reports on performance/levels of service which measure the number of beneficiaries supported and number and nature of interventions provided;
- Feedback from individual service users including evaluation of personal outcomes/benefits, impact and quality of service;
- Feedback from local voluntary and community organisations including outcomes of our interventions/support/services, impact on their work, and quality of service.

We have not identified any private benefits other than those incidental to the furtherance of our charitable purposes. Nor have we identified any harm arising from our purposes.

Achievements and performance

a. Review of activities

South Derbyshire CVS continues to be a busy community hub, providing services to people in need, supporting and developing voluntary activity and linking individuals and groups. Our activity and achievements during 2020/21 are summarised below.

People can get help times of need and crisis and are supported to tackle underlying causes and improve the quality of their lives.

Our Food Bank continues to be in ever greater demand, supported by generous donations from local residents and organisations including businesses, churches, schools and community groups. Individuals and families referred to us by local agencies receive 2-3 days' supply of basic food items to support them during periods of crisis.

1040 food parcels were provided to 1311 adults and 912 children. 256 new users were registered during the year. We're grateful to the two volunteers who have helped us to deliver this service in that time. We had to run on minimal volunteers due to COVID.

Common reasons for referral included delays/issues with benefits, debt, poor health and low income. Most recipients needed only short-term support, receiving on average 2 food parcels, and were linked with other agencies and services as appropriate, to help tackle any underlying causes. However, a small proportion of service users had complex or multiple issues and were supported beyond the normal limit of 4 parcels in any 12-month period.

People feel safe, well connected and valued, can make choices about their lives, retain their independence, and have a sense of belonging.

Our Safer Homes service offers home safety checks and advice, and installation of safety measures such as window locks and door chains, to older and vulnerable residents in South Derbyshire and Erewash districts. The aim is to prevent crime as well as reassuring, and securing the properties of, people who have been victims of break-ins.

This year the service delivered 112 visits benefiting 110 South Derbyshire and Erewash residents. This was greatly reduced due to COVID and lockdowns.

Achievements and performance (continued)

b. We support people to remain healthy, independent and connected to their communities

Active Travel provides transport to medical appointments for people in South Derbyshire and South Derbyshire Dales who can't use public transport and don't have access to other forms of transport, mainly via volunteer drivers using their own vehicles. These journeys have been greatly reduced due to COVID and lockdowns.

During the year we and our delivery partners Connex and Ashbourne Community Transport provided 510 trips covering a total of 2,334 miles for medical appointments, this includes 301 journeys to collect medication. In addition, 87 residents benefited from 760 trips (3,800 miles) for shopping and non-medical trips.

A number of our services tackle social isolation by providing opportunities to meet and make friends, and offering 1:1 volunteer support for those unable to get out and about (for example due to poor physical or mental health, older age or frailty).

This year we supported 217 people through 11,284 telephone calls/visits. Befriending Groups were unable to run due to COVID and lockdowns.

South Derbyshire CVS and the Derbyshire Home from Hospital Support Service provides practical support for vulnerable people leaving hospital, or those living at home but at risk of being admitted. Services offered include:

- Undertaking simple shopping
- Making sure the home environment is warm and comfortable
- Arranging for key safes to be fitted and community alarm or telecare systems to be provided if needed
- Supporting people to pay bills and make appointments
- Collecting medication prescriptions
- Helping people to find out about and access community activities to keep them connected to their communities
- Helping people to understand care options and plan what they need for the future
- Signposting people to other statutory, voluntary sector and community organisations as appropriate.

During the year, we supported 938 beneficiaries with 3,170 service activities.

Finally, a total of 405 active volunteers helped to deliver services to 3,031 South Derbyshire residents across the year for which we are extremely grateful.

Looking beyond our own direct services to individuals, we work to achieve a thriving and health voluntary and community sector, supporting existing voluntary and community groups and helping new groups to set up and develop.

The bulk of our development work is with relatively small organisations with modest incomes and few, if any, paid staff.

Across the year we supported 129 groups to maintain their organisations and enable them to sustain their services/activities in support of improved health and well-being. This includes improving their business, resources, income and skills in addition to understanding tendering, bidding and monitoring processes.

Our Communications Team issued 112 ebulletins, sent to our network of local charities, social enterprises and groups together with regular updates via our social media platforms. A wide range of issues including legal and policy updates, training opportunities, resources, consultations funding or contract opportunities and good practice/good governance were covered.

Achievements and performance (continued)

A comprehensive volunteer brokerage service that enhances the contribution of health and well-being related groups and services and improves health outcomes is central to our role as a Volunteer Centre.

In the year 75 organisations used the Volunteer Centre Services and 149 opportunities were advertised. 72 people were signposted to opportunities and a further 209 engagements via social media were made.

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. Reserves policy

South Derbyshire CVS recognises the need to have a policy on the level of financial reserves that should be retained by the organisation. The purpose of this policy is to support good financial management and to ensure that the resources of CVS are managed prudently, and to provide maximum benefit to the beneficiaries of the organisation and provide transparency and accountability to funders on the justification of reserves held.

The calculation of the required level is an integral part of the organisation's planning. Accordingly the policy will be reviewed annually at the time that the budget is set.

1. Reserves are assets of CVS that the trustees may make available to further the aims of the charity once the commitments of the organisation and its planned expenditure are provided for.

2. The reserves need to be maintained at a level that ensures the CVS core activity could continue during a temporary period of unforeseen or unavoidable difficulty. The calculation of the required level takes into account:

- The risks of income and/or expenditure being different from that budgeted.
- Planned activity levels and CVS commitments
- Specific contingencies that would incur a significant financial outlay

3. The policy is that CVS will hold sufficient free reserves to meet 3 months' running costs, estimated at £220,687, along with specific designated funds to meet contingencies agreed and costed by the board and reviewed annually, as set out below:

- Budget deficit 2021/22 - When setting this year's budget the trustees agreed a budget deficit of up to £32,115 over the year 2021/22 in order to provide stability and sustain current service levels while a reviews of our funding by some of our major funders takes place.
- Building Contingency - Routine maintenance is covered in the budget. However, the building is ageing and it is set within the conservation area and part of it is grade two listed which means external repairs can be costly. A structural survey of the property is planned to be carried out within the next 12 months as part of our review of future options. This is likely to identify urgent repair or renovation work and we have therefore allocated £35k for this purpose.

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Trustees' report (continued)
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- **Redundancies** - We have reviewed the possible costs of redundancies if CVS should fail. The total potential statutory redundancy pay liability is calculated at £65,419 based on current staffing levels, (taking into account age and length of service) so a designated reserve of £65k is allocated for this eventuality.
- **Contingency Fund** - In order to fulfil our statutory duties in respect of parental maternity/paternity/adoption leave and the potential cost of contractual long-term sickness pay should these arise, it is therefore prudent to hold a contingency fund of £28k. This is based on the estimated average cost of 4 staff each year being paid their full parental or sick leave entitlement.

The total of these measures is £160,534 and these funds have been designated accordingly, as shown in note 19. This has left the charity with free reserves of £272,088 at 31 March 2021, which is greater than the target of £220,687 identified above and means that the charity is well positioned entering 2021/22 against its unrestricted budget of £436,161.

c. Principal funding

The principal funding sources for the organisation are the Southern Derbyshire Clinical Commissioning Group, South Derbyshire District Council and Derbyshire County Council.

Structure, governance and management

a. Constitution

The charitable company is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 10 November 2003 and registered as a charity on 12 January 2004 with registered charity number 1101450. The charity was established under a Memorandum of Association, which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the charitable company being wound up, the members are required to contribute an amount not exceeding £1.

b. Methods of appointment or election of Trustees

The management of the charitable company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

The directors of the company are also charity trustees for the purpose of charity law and under the Articles of Association are known as directors. Under the requirements of the Memorandum and Articles of Association one third of the directors must retire at each annual general meeting. They are eligible for re-election.

The organisation strives to ensure the diversity of its beneficiaries is reflected within the membership of the board and that directors have the relevant business and practical experience required. Recruitment of the directors is achieved by a variety of methods, including a direct approach, where the need for specific skills has been identified, to an invitation to members to nominate a candidate.

Structure, governance and management (continued)

c. Organisational structure and decision-making policies

South Derbyshire CVS has a board of trustees/directors which currently has 15 voting members. The directors represent member organisations and interest groups. Some funders also nominate non-voting representatives to attend Board meetings. The board meets quarterly and is responsible for the strategic direction and policy of the organisation. The organisation also operates finance, human resources, and governance and risk committees' that are sub groups of the trustee board. These groups meet quarterly or as required to deal with financial or human resource issues. The CEO attends meetings of these sub committee groups but without voting rights.

The day-to-day responsibility of running the organisation lies with the Chief Executive with a team of managers responsible for the delivery of specific services, including the line management of frontline staff and volunteers.

The Finance and Admin Manager oversees the day to day financial operation. The Chief Executive is responsible for overseeing the staff development programme, and the achievement and maintenance of quality standards within the organisation. The Community Development Manager is responsible for ensuring the delivery of CVS and Volunteer Centre core functions. The vSPA Manager is responsible for the delivery of the vSPA service, a number of local and countywide forums and for providing VCS intelligence into strategy and policy development.

d. Policies adopted for the induction and training of Trustees

All new trustees receive an information pack containing: the Memorandum and Articles of Association, a role description, charity commission guidance on the roles and responsibilities of trustees and public benefit, an annual report and accounts, CVS services information pack, newsletter and the organisation's strategic plan. They are invited to attend an induction training session which covers the history of CVS and its future plans, the roles and responsibilities of trustees and basic health and safety information. Trustees are also offered the opportunity to shadow members of staff, attend all internal training and development days and to join a sub-committee of their choice. There is IT provision that enables trustees to access a wide range of information remotely.

e. Related party relationships

The organisation is an affiliated member of NAVCA (the National Association of Voluntary Community Associations). CVS agrees to provide services that cover the core areas of work. These are: Development, Representation, Liaison, Practical Support and Strategic Partnerships.

The organisation is a member of NCVO (National Council of Voluntary Organisations) and has achieved its Volunteer Centre Quality Accreditation evidencing that our Volunteer Centre service delivers all 5 core functions to a high standard. These are: Strategic Development of Volunteering, Good Practice Development, Developing Volunteering Opportunities, Voice of Volunteering and Brokerage.

The organisation is a member of 3D (Third Sector Support for Derbyshire), the Derbyshire Consortium of voluntary and community sector infrastructure organisations. Membership enables the organisation to collaborate with similar services at a county level and engage with national policy around the provision of infrastructure services.

The Volunteer Centre is a member of Volunteer Centres Derbyshire, a sub group of 3D. Its remit is to maintain high standards of volunteer centre service delivery across the county and to work towards equitable delivery of service.

Structure, governance and management (continued)

f. Financial risk management

The Trustees have assessed the major risks to which the charitable company is exposed, in particular those related to the operations and finances of the charitable company, and are satisfied that systems and procedures remain in place to mitigate our exposure to the major risks.

The board of directors has carried out a review of the risks to which the organisation is exposed. The risk register is updated and is brought to sub committees and board meetings. Where appropriate, systems and procedures have been established to mitigate the risks faced by the organisation. The organisation has comprehensive financial management and operational manuals, which are reviewed annually and amended as required. All the services delivered by SDCVS operate within legal requirements as well as the requirements of statutory partners on matters of safeguarding children and vulnerable adults, confidentiality and the maintenance of client records.

The organisation operates sub groups to manage its health and safety requirements and the review and production of policies. The groups are responsible for monitoring, reviewing and responding to risks on a regular basis and reporting to sub committees and the Board as appropriate.

Plans for future periods

At the time of writing, the country and indeed the whole world, finds itself in the grip of a major pandemic; CV19. Our future plans and the development of the charity are therefore significantly centred on the ongoing need to support the most vulnerable in our communities and those impacted socially, economically and emotionally.

Our response to the pandemic will dominate our service provision through 2021/22 and perhaps beyond, however, we continue to examine ways in which the charity can:

- Increase the number of beneficiaries we support
- Widen the range of services we provide
- Ensure the impact of our interventions are timely and appropriate
- Strengthen our financial position by diversifying income streams

The true impact of the crisis may only be known in the years to come but the Trustees are conscious that the cost to public finances may be such that savings, efficiencies and changes in the way organisations like ourselves operate, may be necessary. We continue to examine ways in which we can work differently and with partners, to be prepared for any changes.

Since the start of the pandemic the charity, its staff and our volunteers have demonstrated immense flexibility, resilience and innovation at a time when our services have been needed most. We will continue to support our communities in this way whilst developing our skills to better articulate and communicate the difference we make in people's lives.

The Trustees intend to publish a new long-term strategic plan in the coming year which sets out ways in which we can focus on both prevention and support services in the community. CV19 is illustrating the significant value of the support we provide to the elderly and vulnerable in tackling social isolation and loneliness. Our plans will include these areas together with the expansion of Volunteering, the development of our Foodbank Hub and our work to improve social mobility.

We will further strengthen and expand our Governance and develop new systems to support our staff team. We plan to update and improve our online presence with a new website and increase awareness of our services across the district and beyond. Whilst there remains uncertainty and anxiety about how the crisis will unfold, the Trustees will continue to build the strength and performance of the charity, confident that we are best placed to face whatever the future brings.

Funds held as custodian

South Derbyshire CVS has acted as Custodian Trustee for various organisations during the year. Full details are given in the final note to the financial statements.

Statement of Trustees' responsibilities

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

Company law requires the Trustees to prepare financial statements for each financial year. 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 Charity and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity 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 Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditors

The auditors, Dains LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees on 20 December 2021 and signed on their behalf by:



Mr S P Spear
Trustee

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Independent auditors' report to the Members of South Derbyshire CVS

Opinion

We have audited the financial statements of South Derbyshire CVS (the 'charity') for the year ended 31 March 2021 which comprise the Statement of financial activities, the Balance sheet, the Statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

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Independent auditors' report to the Members of South Derbyshire CVS (continued)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Trustees are responsible for the other information contained within the Annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' report and from the requirement to prepare a Strategic report.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Independent auditors' report to the Members of South Derbyshire CVS (continued)

Auditors' responsibilities for the audit of the financial statements

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

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

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the senior statutory auditor ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience of the charity sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the financial reporting legislation, Companies Act 2006, taxation legislation, anti-bribery, employment, and environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates set out in Note 3 were indicative of potential bias;
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims;
- reviewing correspondence with HMRC, relevant regulators and the company's legal advisors.

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

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Independent auditors' report to the Members of South Derbyshire CVS (continued)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Andrew Morris FCA (Senior statutory auditor)

for and on behalf of
Dains LLP

Statutory Auditor
Chartered Accountants

St John's Court, Lichfield

20 December 2021

South Derbyshire CVS
(A company limited by guarantee)

Statement of financial activities (incorporating income and expenditure account)
For the year ended 31 March 2021

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:					
Donations and grants	4	69,726	51,560	121,286	97,107
Charitable activities	5	64,219	799,319	863,538	677,319
Other trading activities	6	26,676	-	26,676	9,996
Investments	7	738	-	738	1,796
		<u>161,359</u>	<u>850,879</u>	<u>1,012,238</u>	<u>786,218</u>
Total income					
Expenditure on:					
Raising funds	8	5,342	-	5,342	6,329
Charitable activities	9	33,573	900,737	934,310	771,027
		<u>38,915</u>	<u>900,737</u>	<u>939,652</u>	<u>777,356</u>
Total expenditure					
Net income/(expenditure)		<u>122,444</u>	<u>(49,858)</u>	<u>72,586</u>	<u>8,862</u>
Transfers between funds	19	111,752	(111,752)	-	-
		<u>234,196</u>	<u>(161,610)</u>	<u>72,586</u>	<u>8,862</u>
Net movement in funds					
Reconciliation of funds:					
Total funds brought forward		344,988	224,613	569,601	560,739
Net movement in funds		234,196	(161,610)	72,586	8,862
		<u>579,184</u>	<u>63,003</u>	<u>642,187</u>	<u>569,601</u>
Total funds carried forward					

The notes on pages 18 to 39 form part of these financial statements.

South Derbyshire CVS
(A company limited by guarantee)

Statement of cash flows
For the year ended 31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	15	6,662	13,227
Tangible assets	16	139,900	137,738
		<u>146,562</u>	<u>150,965</u>
Current assets			
Debtors	17	103,178	21,650
Cash at bank and in hand		436,161	429,042
		<u>539,339</u>	<u>450,692</u>
Creditors: amounts falling due within one year	18	(43,714)	(32,056)
Net current assets		<u>495,625</u>	<u>418,636</u>
Total net assets		<u>642,187</u>	<u>569,601</u>
Charity funds			
Restricted funds	19	63,003	224,613
Unrestricted funds	19	579,184	344,988
Total funds		<u>642,187</u>	<u>569,601</u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on 20 December 2021 and signed on their behalf by:

S. Spear

Mr S P Spear
Trustee

The notes on pages 18 to 39 form part of these financial statements.

South Derbyshire CVS
(A company limited by guarantee)

Statement of cash flows
For the year ended 31 March 2021

	2021	2020
	£	£
Cash flows from operating activities		
Net cash used in operating activities	24,952	6,468
Cash flows from investing activities		
Purchase of tangible fixed assets	(17,833)	(20,998)
Net cash used in investing activities	(17,833)	(20,998)
Change in cash and cash equivalents in the year	7,119	(14,530)
Cash and cash equivalents at the beginning of the year	429,042	443,572
Cash and cash equivalents at the end of the year	436,161	429,042

The notes on pages 18 to 39 form part of these financial statements

South Derbyshire CVS
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 March 2021

1. General information

South Derbyshire CVS is a private company limited by guarantee, incorporated in the United Kingdom and registered with the Charity Commission in England & Wales. Its registered office address and registered numbers are given on Page 1 of these financial statements. Its primary objective is to promote any charitable purposes for the benefit of the community, in particular but not exclusively, in the local government district of South Derbyshire and the advancement of education, the advancement, promotion and protection of health and the relief of poverty, distress and sickness.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

South Derbyshire CVS 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.

2.2 Company status

The charitable company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company.

2.3 Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

2. Accounting policies (continued)

2.4 Income

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 income receivable can be measured reliably.

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

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the Charity's accounting policies.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the Charity which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

2. Accounting policies (continued)

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Charity to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charity's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

2.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.7 Intangible assets and amortisation

Intangible assets costing £1,000 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation is provided on the following basis:

Computer software	- 20 % straight-line
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2. Accounting policies (continued)

2.8 Tangible fixed assets and depreciation

Tangible fixed assets costing £1,000 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is provided on the following bases:

Freehold property	- 2% straight-line
Fixtures and fittings	- 25% straight-line
Office equipment	- 25% reducing balance
Computer equipment	- 33% reducing balance

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of financial activities.

2.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.10 Cash at bank and in hand

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

2.11 Liabilities

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

2.12 Financial instruments

The Charity 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.

2. Accounting policies (continued)

2.13 Operating leases

Rentals paid under operating leases are charged to the Statement of financial activities on a straight line basis over the lease term.

2.14 Pensions

The Charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Charity to the fund in respect of the year.

2.15 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

3. Critical accounting estimates and areas of judgment

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

Critical accounting estimates and assumptions:

The Charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Critical areas of judgment:

Depreciation

Tangible fixed assets are depreciated over their useful lives taking into account residual values where appropriate. The actual lives of the assets and residual values are assessed annually and vary depending on a number of factors. In re-assessing the asset lives, factors such as product life cycles and maintenance programmes are taken into account. Residual values consider such things as future market conditions, the remaining life of the asset and projected disposal values, plans to dispose of an asset before the previously expected date, changes in funding which impact on the future viability of schemes resulting in assets no longer required.

South Derbyshire CVS
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 March 2021

4. Income from donations and grants

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Donations	69,726	12,285	82,011
Government grants	-	39,275	39,275
Total 2021	69,726	51,560	121,286

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Donations	3,078	11,154	14,232
Government grants	-	82,875	82,875
Total 2020	3,078	94,029	97,107

5. Income from charitable activities

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Voluntary Sector Support & Services	64,219	799,319	863,538

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Voluntary Sector Support & Services	42,103	635,216	677,319

South Derbyshire CVS
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Notes to the financial statements
For the year ended 31 March 2021

6. Income from other trading activities

Income from fundraising events

	Unrestricted funds 2021 £	Total funds 2021 £
Activities for generating funds	26,676	26,676

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Activities for generating funds	4,246	-	4,246
Sponsorship	-	5,750	5,750
	4,246	5,750	9,996

7. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Bank interest	738	738	1,796

South Derbyshire CVS
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 March 2021

8. Expenditure on raising funds

Fundraising expenses

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Wages and salaries	5,342	5,342	4,682
Event costs	-	-	1,647
	<u>5,342</u>	<u>5,342</u>	<u>6,329</u>

9. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Voluntary Sector Support & Services	<u>33,573</u>	<u>900,737</u>	<u>934,310</u>

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Voluntary Sector Support & Services	<u>110,843</u>	<u>660,184</u>	<u>771,027</u>

South Derbyshire CVS
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 March 2021

10. Analysis of expenditure by activities

	Activities undertaken directly 2021 £	Grant funding of activities 2021 £	Governance costs 2021 £	Total funds 2021 £
Voluntary Sector Support & Services	882,748	46,762	4,800	934,310

	Activities undertaken directly 2020 £	Grant funding of activities 2020 £	Governance costs 2020 £	Total funds 2020 £
Voluntary Sector Support & Services	748,466	10,120	12,441	771,027

South Derbyshire CVS
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Notes to the financial statements
For the year ended 31 March 2021

10. Analysis of expenditure by activities (continued)

Analysis of direct costs

	Total funds 2021 £	Total funds 2020 £
Staff costs	570,955	509,167
Depreciation and amortisation	22,236	17,192
Project delivery	192,019	123,112
Travelling and incidental	73	4,970
Telephone	6,413	5,443
Computer consumables	19,520	11,041
Staff training	1,185	3,969
Training delivery	1,701	3,284
Postage and stationery	3,986	6,192
Professional fees	18,805	6,749
Insurance	2,429	4,783
Bank charges	648	1,095
Sundries	4,948	2,837
Cleaning	614	2,871
Room hire and refreshments	18	5,127
Heat and light	4,684	7,463
Rates and water	806	2,186
Volunteer expenses	22,855	24,623
Maintenance and repairs	8,853	6,362
	882,748	748,466

South Derbyshire CVS
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Notes to the financial statements
For the year ended 31 March 2021

11. Analysis of grants

	Grants to Individuals 2021 £	Total funds 2021 £
Grant Funding	46,762	46,762

	Grants to Individuals 2020 £	Total funds 2020 £
Grant Funding	10,120	10,120

12. Net income/(expenditure)

This is stated after charging:

	2021 £	2020 £
Depreciation of tangible fixed assets	15,671	10,627
Amortisation of intangible fixed assets	6,565	6,565
Auditor's remuneration	4,800	4,700
	<u>27,036</u>	<u>21,892</u>

South Derbyshire CVS
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Notes to the financial statements
For the year ended 31 March 2021

13. Staff costs

	2021	2020
	£	£
Wages and salaries	491,552	463,367
Social security costs	33,975	30,255
Pension costs	45,428	24,538
	570,955	518,160

The average number of persons employed by the Charity during the year was as follows:

	2021	2020
	No.	No.
Chief Executive	1	1
Charitable Activities	22	22
Administration and Support	3	2
	26	25

No employee received remuneration amounting to more than £60,000 in either year.

14. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 March 2021, no Trustee expenses have been incurred (2020 - £NIL).

South Derbyshire CVS
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Notes to the financial statements
For the year ended 31 March 2021

15. Intangible assets

	Computer software £
Cost	
At 1 April 2020	32,823
At 31 March 2021	<u>32,823</u>
Amortisation	
At 1 April 2020	19,596
Charge for the year	6,565
At 31 March 2021	<u>26,161</u>
Net book value	
At 31 March 2021	<u><u>6,662</u></u>
At 31 March 2020	<u><u>13,227</u></u>

South Derbyshire CVS
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 March 2021

16. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Office equipment £	Computer equipment £	Total £
Cost					
At 1 April 2020	159,194	2,993	8,258	70,546	240,991
Additions	-	5,289	-	12,544	17,833
At 31 March 2021	159,194	8,282	8,258	83,090	258,824
Depreciation					
At 1 April 2020	50,933	819	7,786	43,715	103,253
Charge for the year	3,184	676	118	11,693	15,671
At 31 March 2021	54,117	1,495	7,904	55,408	118,924
Net book value					
At 31 March 2021	105,077	6,787	354	27,682	139,900
At 31 March 2020	108,261	2,174	472	26,831	137,738

South Derbyshire CVS
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 March 2021

17. Debtors

	2021	2020
	£	£
Trade debtors	91,534	10,652
Other debtors	251	175
Prepayments and accrued income	11,393	10,823
	<hr/>	<hr/>
	103,178	21,650
	<hr/>	<hr/>

18. Creditors: Amounts falling due within one year

	2021	2020
	£	£
Trade creditors	10,585	15,198
Other taxation and social security	10,876	8,857
Other creditors	1,584	2,700
Accruals and deferred income	20,669	5,301
	<hr/>	<hr/>
	43,714	32,056
	<hr/>	<hr/>

South Derbyshire CVS
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 March 2021

19. Statement of funds

Statement of funds - current year

	Balance at 1 April 2020 £	Income £	Expenditure £	Transfers in/(out) £	Balance at 31 March 2021 £
Unrestricted funds					
Designated funds					
Reserves policy	165,000	-	-	(4,466)	160,534
CRM system	13,227	-	(6,565)	-	6,662
Fixed assets	39,138	-	(15,671)	116,433	139,900
	<u>217,365</u>	<u>-</u>	<u>(22,236)</u>	<u>111,967</u>	<u>307,096</u>
General funds					
General Fund	127,623	161,359	(16,679)	(215)	272,088
Total Unrestricted funds	<u>344,988</u>	<u>161,359</u>	<u>(38,915)</u>	<u>111,752</u>	<u>579,184</u>
Restricted funds					
Derbyshire County Council	10,886	378,360	(369,968)	-	19,278
NHS Southern Derbyshire CCG	2,154	56,829	(56,829)	-	2,154
South Derbyshire District Council (SDDC)	-	179,205	(179,205)	-	-
DCC Public Health	40,196	38,875	(62,217)	-	16,854
National Lottery Community Fund	59,346	29,796	(76,038)	-	13,104
Foundation Derbyshire	-	40,518	(33,178)	-	7,340
Coalfields Regeneration Trust	-	40,317	(37,101)	(3,216)	-
Miscellaneous funds	13,431	86,979	(86,201)	(9,936)	4,273
Grant - Property purchase	98,600	-	-	(98,600)	-
	<u>224,613</u>	<u>850,879</u>	<u>(900,737)</u>	<u>(111,752)</u>	<u>63,003</u>
Total of funds	<u>569,601</u>	<u>1,012,238</u>	<u>(939,652)</u>	<u>-</u>	<u>642,187</u>

19. Statement of funds (continued)

Designated funds

Designated funds are comprised of amounts set aside under the reserves policy detailed in the Trustees' Report, amounts tied up in the intangible CRM computer system and amounts used to fund fixed assets after deducting the Grant Property Purchase fund.

Restricted funds

Derbyshire County Council funding supports the provision of Befriending Services, Infrastructure and includes funds for grant administration.

NHS Southern Derbyshire CCG funding supports the provision of Infrastructure, Signposting and includes funds for grant administration.

South Derbyshire District Council funding includes core funding and funds for Infrastructure, Safer Homes, Shopmobility and Gardening.

DCC Public Health funding received supports Food Hub, ALICE and includes funds for grant administration.

National Lottery Community Fund supports the three year IsLand Project.

Coalfields Regeneration Trust provided capital funding to enable the purchase of equipment and materials utilised in delivering services.

Miscellaneous funds represent Erewash Safer Homes and smaller funds such as Gardening, Lunch Club, Befriending Groups.

Grant Property Purchase represents grant funding received to purchase the charity's freehold property and is subject to an annual depreciation charge. The fund has been transferred to unrestricted funds as the grant conditions have been satisfied and the property is not held for a restricted purpose.

South Derbyshire CVS
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Notes to the financial statements
For the year ended 31 March 2021

19. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 April 2019 £	Income £	Expenditure £	Transfers in/(out) £	Balance at 31 March 2020 £
Unrestricted funds					
Designated funds					
Reserves policy	240,000	-	(2,304)	(72,696)	165,000
CRM system	19,792	-	(6,565)	-	13,227
Fixed assets	25,867	-	(7,727)	20,998	39,138
	<u>285,659</u>	<u>-</u>	<u>(16,596)</u>	<u>(51,698)</u>	<u>217,365</u>
General funds					
General Fund	<u>125,278</u>	<u>51,223</u>	<u>(100,576)</u>	<u>51,698</u>	<u>127,623</u>
Total Unrestricted funds	<u>410,937</u>	<u>51,223</u>	<u>(117,172)</u>	<u>-</u>	<u>344,988</u>
Restricted funds					
Derbyshire County Council	16,169	330,512	(335,795)	-	10,886
NHS Southern Derbyshire CCG	8,033	56,830	(62,709)	-	2,154
South Derbyshire District Council (SDDC)	5,866	127,287	(133,153)	-	-
DCC Public Health	12,261	82,875	(54,940)	-	40,196
National Lottery Community Fund	-	86,468	(27,122)	-	59,346
Foundation Derbyshire	5,973	51,023	(43,565)	-	13,431
Coalfields Regeneration Trust	101,500	-	(2,900)	-	98,600
	<u>149,802</u>	<u>734,995</u>	<u>(660,184)</u>	<u>-</u>	<u>224,613</u>
Total of funds	<u>560,739</u>	<u>786,218</u>	<u>(777,356)</u>	<u>-</u>	<u>569,601</u>

South Derbyshire CVS
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Notes to the financial statements
For the year ended 31 March 2021

20. Summary of funds

Summary of funds - current year

	Balance at 1 April 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2021 £
Designated funds	217,365	-	(22,236)	111,967	307,096
General funds	127,623	161,359	(16,679)	(215)	272,088
Restricted funds	224,613	850,879	(900,737)	(111,752)	63,003
	<u>569,601</u>	<u>1,012,238</u>	<u>(939,652)</u>	<u>-</u>	<u>642,187</u>

Summary of funds - prior year

	Balance at 1 April 2019 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2020 £
Designated funds	285,659	-	(16,596)	(51,698)	217,365
General funds	125,278	51,223	(100,576)	51,698	127,623
Restricted funds	149,802	734,995	(660,184)	-	224,613
	<u>560,739</u>	<u>786,218</u>	<u>(777,356)</u>	<u>-</u>	<u>569,601</u>

21. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	139,900	-	139,900
Intangible fixed assets	6,662	-	6,662
Current assets	467,496	71,843	539,339
Creditors due within one year	(34,874)	(8,840)	(43,714)
Total	<u>579,184</u>	<u>63,003</u>	<u>642,187</u>

21. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior year

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	39,138	98,600	137,738
Intangible fixed assets	13,227	-	13,227
Current assets	324,679	126,013	450,692
Creditors due within one year	(32,056)	-	(32,056)
Total	344,988	224,613	569,601

22. Reconciliation of net movement in funds to net cash flow from operating activities

	2021 £	2020 £
Net income for the year (as per Statement of Financial Activities)	72,586	8,862
Adjustments for:		
Depreciation charges	15,671	10,627
Amortisation charges	6,565	6,565
Increase in debtors	(81,528)	(6,303)
Increase/(decrease) in creditors	11,658	(13,283)
Net cash provided by operating activities	24,952	6,468

23. Analysis of cash and cash equivalents

	2021 £	2020 £
Cash in hand	436,161	429,042
Total cash and cash equivalents	436,161	429,042

24. Analysis of changes in net debt

	At 1 April 2020	Cash flows	At 31 March 2021
	£	£	£
Cash at bank and in hand	429,042	7,119	436,161

25. Pension commitments

The charitable company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable by the charitable company to the fund and amounted to £45,428 (2020 - £24,538).

26. Operating lease commitments

At 31 March 2021 the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2021 £	2020 £
Not later than 1 year	740	740
Later than 1 year and not later than 5 years	185	925
	<u>925</u>	<u>1,665</u>

27. Related party transactions

The charity was related to Sharpe's Pottery Heritage And Arts Trust Limited and Sharpe's Museum Trading Co Limited by virtue of a common Trustee. During the year the charity received income from the Trust for services provided totalling £Nil (2020 - £Nil) and incurred expenses with the trading company of £Nil (2020 - £394).

The charity was related to Rural Action Derbyshire by virtue of a common Trustee. During the year the charity incurred expenses of £Nil with the related party (2020 - £720).

South Derbyshire CVS
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 March 2021

28. Funds held as Custodian Trustee

During the year, South Derbyshire CVS acted as Custodian Trustee for the organisations listed below.

The income and expenditure is not included within the South Derbyshire CVS financial statements and the balances held at 31 March 2021 are carried in a separate bank account that is not reflected on the balance sheet.

	1 April 2020	Income	Expenditure	31 March 2021
	£	£	£	£
Client Funding	241	-	-	241
Bereavement Café	3	-	-	3
CVS Holding Interest	554	515	(569)	500
Ladies Like to Craft	821	-	-	821
Creative Collaborative	969	-	-	969
Walking Football	7	-	-	7
Grow Outside	1,565	-	-	1,565
Endometriosis Group	500	-	-	500
L D Partnership Board	1,053	-	-	1,053
Friends of Chrysanthemum Court	1	-	-	1
Swad & Burton Natural Parents	302	-	-	302
Dimand Befriending	80	-	-	80
Friends of Stenson Fields CCG	50	-	-	50
Swadlincote & Burton FANS	(56)	-	-	(56)
A Gift for You	-	775	-	775
Bug's Lifeline	-	773	(650)	123
Newhall Communtiy Friends	-	1,500	(15)	1,485
Social Connectedness	-	21,120	-	21,120
Staff Collections	-	833	(805)	28
	<u>6,090</u>	<u>25,516</u>	<u>(2,039)</u>	<u>29,567</u>