

Company number: 06902258
Charity number: 1133179

Charity Digital Trust

Report and financial statements
For the year ended 31 March 2024

Contents

For the year ended 31 March 2024

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Charity Digital Trust

Reference and administrative details

For the year ended 31 March 2024

Registered name	Charity Digital Trust (formerly Tech Trust)
Trading names	Charity Digital
Company number	06902258
Country of incorporation	England and Wales
Charity number	1133179
Principal office	Pennine Place 2a Charing Cross Road London WC2H 0HF
Registered office	Camburgh House, 27 New Dover Road Canterbury, CT1 3DN
Trustees	Ms C Tavernier Mr S Dunne Ms Z Amar Ms E MacKenzie Mr R George Mr R Taylor Mr J Nathenson Mr J Tan (Appointed 19 th June 2023) Ms C Garbett (Appointed 19 th June 2023)
Accountants	Burgess Hodgson Camburgh House, 27 New Dover Road Canterbury CT1 3DN
Bankers	NatWest Bank plc The Strand London WC2N 5JB
Solicitors	Wright Hassall LLP Olympus Avenue Royal Leamington Spa CV34 6BF
Auditors	Sayer Vincent LLP Chartered Accountants and Statutory Auditors 110 Golden Lane London EC1Y 0TG

The trustees are pleased to present their annual directors' report together with the consolidated financial statements of the charity and its subsidiaries for the year ending 31 March 2024 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Our purposes and activities

- The objects of the charity are to advance in any part of the world such purposes as are recognised as being exclusively charitable in accordance with the law in England and Wales as the trustees shall in their absolute discretion think fit to support or establish.
- Our vision is that technology can create a better world.
- Our mission is to empower not-for-profits to accelerate their own mission through technology.
- Our objectives are to deliver significant software procurement savings, enable digital platforms to raise significant funds for charities, and demystify technology to make it easier for charities and other social impact not-for-profit organisations (not-for-profits) to be more efficient and effective using digital tools.

The charity and its subsidiaries derive most of their income from trading activities offering products and services to other not-for-profits, either delivering significant cost savings, unique products or levels of support unavailable elsewhere. The trustees have considered this trading position with respect to the Charities SORP, FRS102 and the Charity Commission's guidance on public benefit including:

- Public benefit: the public benefit requirement (PB1)
- Public benefit: running a charity (PB2)
- Public benefit: reporting (PB3)

The trustees are clear that the trading activity model delivers significant benefit to not-for-profits that could not be delivered by a commercial organisation, and that the charity, whilst run on a trading basis, has clear charitable impact objectives which can be quantified and publicly reported.

We have four primary vehicles to deliver our impact:

- Donated and discounted software solutions
- Mail marketing and other engagement services
- Information, education, advice and guidance for not-for-profits
- The provision of fundraising solutions / financial settlement services

Our values

We believe technology used in the right way and to the right extent can be enormously beneficial to society as a whole. We want technology to be fully utilised for the benefit of not-for-profits and their beneficiaries. Charity Digital Trust (Charity Digital) believes it can do this as a charity trading in a commercial way through collaboration with the technology community whilst maintaining a balanced and agnostic view on the choice of solutions.

We aim to be friendly, honest, supportive, open-minded and humble in our approach to supporting UK not-for-profits.

Achievements and performance

Overall, the year 2023/24 was our second year of significant financial challenge as the organisation continued to struggle with realigning its activities and cost base after the end of the Microsoft on-premise donation programme (April 2022), several years of inflationary pressures on the charity's cost base and significantly reduced grant funding.

In response to these challenges, the organisation focused on a tighter subset of strategic initiatives:

- 1) The growth of the Charity Digital user base and content engagement to continue to excite and educate not-for-profits about the potential of digital to increase their impact remained a key focus. However, given the lack of funding, this is now focused on more organic and incremental activities.
- 2) Continuing to grow the base of organisations financially supporting Charity Digital activities including:
 - a. commercial sponsors engaging to support the achievement of their commercial aims
 - b. Corporate Social Responsibility (CSR) organisations engaging to help them achieve their desired social impact (these can include both commercial and non-commercial organisations), and
 - c. grant-givers and foundations engaging to fulfil their charitable objectives

However, given the tighter funding environment, this means being highly targeted in deciding which organisations to engage with.

- 3) The evolution of the organisation to deploy more need-based models of engaging with not-for-profits has been successful and can be continued at relatively low cost.

There were also two significant changes to stop activity. One was the decision to stop investing in the capability to deliver grant-based education programmes –though the organisation will still tactically pursue and deliver grant-funded activity where it is well aligned with existing resources and capabilities. The other was to withdraw from the provision of managed services. This was

because we found that our delivery models are uneconomic for the prices smaller organisations will pay and other organisations are better positioned to support the larger not-for-profits.

Our central purpose has essentially remained the same – helping not-for-profits throughout the UK adjust to and embrace the opportunities and challenges of an increasingly digital world. We continue to focus on three areas to progress our purpose:

- Becoming the UK's central resource for helping not-for-profits access digital products and services at no or very low cost from multiple 3rd party providers;
- Providing information, education, guidance and advice on how not-for-profits can do things more effectively or efficiently – typically using digital platforms and technology (through our Charity Digital publishing platform, our webinars and events and training programmes);
- Providing some of our own platforms where provision wasn't great for not-for-profits (donor email management, payment processing services).

The achievements of the charity are significant, delivering:

- Over £292m of savings and discounts for the not-for-profit sector on their software and hardware purchases
- Annual hard cash savings now running at £4m a year on items they would have otherwise paid a lot more for
- In excess of £362m in donations & payments collected for not-for-profits
- Over 85,000 not-for-profits supported and helped with our discount and donations services
- 600,000 not-for-profits are estimated to access our information and advice services annually to improve what they do and how they do it
- As a result of all of the above, helping not-for-profits with additional funding, resources and capabilities to significantly improve the services they ultimately provide to their beneficiaries.

As a trading charity we have historically generated enough income from activities to sustain the charity and add to reserves for the future, however, a drop in income and expenditure on strategic investments resulted in a planned deficit in 2022/23. These investments continued into 2023/24, but when it became clear that in the current environment, these investments were not delivering the returns expected, with new grants not being won, weaker support from sponsors and significantly reduced validation revenues, a rapid programme of cost reduction was undertaken. This brought the charity back to break-even at the end of the financial year but resulted in a deficit across the year of £305k (2022/23 £334k deficit) on annual revenue of £1.9m (2022/22 £2.2m). Cash reserves now stand at over £0.7m.

Software and Related Services – Charity Digital Exchange

We have been operating the donation programme in the UK since 2006 in close collaboration with our partner TechSoup in the USA. Software partners like Microsoft, Adobe and AWS, and hardware providers like Cisco, make their products available to us. We then give eligible not-for-profits access to those products at no cost or heavily discounted prices, charging an administration fee for each product taken, which funds the eligibility assessment, marketing and customer support.

In 2023/24 4,662 (2022/23 7,024) not-for-profits received a donation from the exchange programme, generating administration fees for Charity Digital of £462k (£459k in 2022/23), cumulatively saving not-for-profits around £4m (2022/23 £4m) versus fair market value. During the year, 4,526 new not-for-profits registered (3,800 in 2022/23) and became eligible to receive donated software. By the financial year-end, a total of 85,000 not-for-profits had registered on the programme since 2006, saving a total of around £292m in procurement costs.

Despite 2023/24 being the first full year after the end of the Microsoft on-premise donation programme and the charity sector as a whole remaining under acute financial pressure it was pleasing that we were able to maintain the total level of admin fees. We were also able to deliver significant growth in sales of Microsoft products which are no longer donated, but instead offered at discounted rates. We believe our overall growth in admin fees and software sales was significantly due to our customer service approach which is focused on helping charities by providing them with free-of-charge advice and guidance. In addition, towards the end of the year, we were able to add the Meta Quest device to the catalogue at a highly discounted price. This generated strong demand. Overall we continue to monitor not-for-profit satisfaction and value for money when using the Exchange programme through Trust Pilot. We have consistently maintained a 5-star rating and have an ongoing programme of improvement to address any specific issues and complaints.

Since 2006 we have built considerable experience validating UK not-for-profits for access to discounted technology on the Exchange. We have provided bespoke validation services to various businesses including Microsoft, for Microsoft 365. This has accelerated the number of not-for-profits we interact with, especially the larger ones. During 2023/24 7,786 (2022/23 9,992) not-for-profits registered for these supplementary services. This was a significant decline from 2022/23, driven significantly by Google's decision to move its validation service to a competing commercial business that purely focuses on cost. TechSoup also lost several other smaller validation contracts in the year and this also impacted product validation revenues. Finally, product validation revenues will drop further in 2024/2025 as the pricing of some contracts has been reduced to retain business. A secondary aspect of our validation work is validating recipients, based outside the US, of grants from US-based trusts and foundations. To comply with US tax laws and regulations, it is important to demonstrate that any non-US not-for-profits in receipt of grant funds are equivalent to a US public charity. In 2023/24 activity dropped significantly in this area too as some US funders paused their activity whilst undertaking strategic reviews.

Software and Related Services – Charity Digital Mail

We bulk buy millions of e-mails each month from dotdigital, a specialist marketing automation provider, and then pass the volume discount we achieve back to the not-for-profits. They can send out templated and branded e-mails to their donors, supporters and service users via a white-labelled dotdigital platform. To ensure that not-for-profits can get the maximum impact from the platform, we provide initial technical training and ongoing support and training including know-how on improving open rates and click-throughs.

In 2023/24, we sent over 48 million e-mails on behalf of UK not-for-profits (49 million 2022/23). We have a 93% customer retention rate and recruited 24 new clients last year, more than replacing the 9 we lost. The slight decrease in the total number of emails sent was due to some of the accounts lost being larger than the new ones recruited.

Information and Education Services – Advertiser-Funded Activity

We know from our many years of experience that not-for-profits struggle to keep pace with changing technology and are quite often daunted by the prospect of IT-related projects. Our information and education platform, previously known as CDN but migrated to our new Affino platform in March 2020, was created to provide a unique daily feed of case studies and helpful advice, aiding not-for-profits in achieving more with digital tools.

In the second half of the 2022/23 financial year, we undertook user research to understand better the needs of not-for-profit users and how they wish to interact with our content. This resulted in changes in 2023/24 which have led to significant increases in page views on the platform, rising to 2.8m (1.8m in 2022/23). In 2023/24 consumption of video content continued to increase with 17,120 views (15,382 in 2022/2023), however total podcast listens and webinar participants reduced as we decreased the number of podcasts and webinars in the year, in response to the tightening finances of the Charity. Podcasts generated 13,515 listens (17,190 in 2022/23) and webinars generated 12,350 participants (15,366 in 2022/23).

With our conference activity in 2022/23 not generating the level of support seen pre-pandemic, major venue increasing their prices significantly and reduced internal resources we decided to move away from large-scale in-person events in 2023/24. Instead, we pivoted to smaller and more focused events which can be run with less effort and at lower cost, but still deliver significant impact and contribute to the organisation's finances. In March 2024 this took the form of the Charity Digital Workshops: Transform and Thrive Day which saw eight workshops delivered from four streams: Marketing, Fundraising, Artificial Intelligence and Strategy and Leadership. Attendance was capped at 100 people. This proved a successful experiment and was then used in the design of other in-person events in 2024/25.

2023/24 saw the return of our ever-popular Digital Fundraising Day – now re-branded as the Digital Fundraising Summit and with a focus on the Future of Fundraising. This year saw record attendances with 1,175 participants logging on over the two days of the event to benefit from twelve sessions and two workshops covering different aspects of fundraising. The continuing success of this event proves the durability of virtual events post-pandemic.

Our information and education services have traditionally been funded from advertising, sponsorship and lead generation campaigns delivered for a mixture of large corporate and focused niche suppliers to the not-for-profit market. With the significant scaling back of the event programme total sponsorship revenues for 2023/24 were lower at £426k (2022/23 £636k). However, with an expanded event programme, we anticipate modest growth in sponsored revenues in 2024/25.

Information and Education Services – Grant Funded

As was reported in the 2022/23 accounts funding from trusts and foundations for infrastructure organisations and digital initiatives has decreased as they have focused funding on front-line service organisations. This hit the charity hard in the 2023/24 year with the level of grant-funded activity undertaken by the charity reducing to £126k (2022/23 £237k). In the year, grant activity was focused on the Accelerating Digital Strategy programme that is funded by the Okta for Good Fund via the TIDES Foundation. The programme focuses on supporting charities to develop and embed a digital strategy, working with leadership teams with a structured approach, the use of practical tools and mentoring support. 2023/24 saw the completion of the second year of delivery of the programme and the start of work to scale up the impact to more charities.

Charity Digital also received funding pledges in the 2023/24 year towards a new project to update the Charity Digital Code of Practice, of which Charity Digital is the custodian. The funding was short of the target to start the project, but further funding was received after the financial year-end and the project started in October 2024.

Settlement Services

CTT Charity Payments has continued to deliver its Direct Debit processing solution principally for UK lotteries and to a lesser extent to support regular giving. Around 156,000 direct debits a month were processed which was unchanged from 2022/23. The aim is to continue to offer the lowest-cost solution available to maximise the proportion of ticket proceeds and donations going to each charity.

Fund Raising

The Charity is funded through commercial activity and grants received from funding organisations. We do not raise funds from the general public.

Financial review

The consolidated unrestricted fund position as of 31 March 2024 is £221,515 compared with £514,432 as at 31 March 2023. Consolidated income of £1,917,980 reduced from the 2022/23 figure of £2,200,384 whilst total expenditure was at £2,223,188 versus £2,534,846 in the previous year.

The excess of expenditure over income in the year has led to a decrease in funds carried forward at year-end to £304,679

Reserves policy and going concern

The reserves policy aims to ensure that the charity (and group) has sufficient reserves to continue its core activities of providing services to the charity sector, even when there are significant deviations from its business plans. The level of reserves is further considered in the context of approved contingent charity activities investment. The level of reserves needed to achieve this objective is reviewed on an annual basis, and for the 2022/23 financial year, the target level was held in line with the policy at a target of £200,000. This target of free reserves is calculated as being Net Assets less Fixed Assets. This free reserves target was reviewed specifically by the Board at its full board meeting in March 2022 and deemed to be sufficient.

In conducting this review, a number of factors are considered including the degree of risk associated with future income streams, the level of fixed costs and forecast cash flow requirements.

At year-end, the amount of unrestricted funds to be carried forward was £221,515. Using the calculation of Net Assets less Fixed Assets as above, unrestricted free reserves at 31 March 2024 were £304,679 thereby exceeding the free reserves target of £200,000. With the reserves significantly reduced the charity introduced a number of cost-saving measures in 2023/24 and sharpened its strategic focus to a smaller number of the initiatives which were delivering the most significant results. The cost saving measures (including headcount and overhead reductions) are delivering ongoing benefits and we expect to close the financial year ended 31st March 2025 with a significantly reduced deficit. Our budget for the year is for a break-even position and we will take further measures to reduce costs as necessary. We will also maintain focus on maintaining and growing revenues. Looking forward to January 2026 we believe that the Charity will continue to be a going concern.

The Financial Sub-Committee will continue to review the financial situation carefully regularly, identifying risks and potential remedies versus the monthly re-forecasting.

The trustees are confident that the activities contained within the subsidiary, CTT Charity Payments Limited, continue to provide value to the charity, both in terms of its complementary activity and benefit to the charity and charitable impact to the charity community. A small profit has been forecast for the coming year, and future years will deliver similar if not higher excess funds for use in the charity. It should also be noted that included in the subsidiary's forecast profit expected in the next financial year are apportionments of fixed cost and expense incurred in, and recharged by, the charity to the subsidiary, which would not be avoided should the subsidiary be closed. As in previous years, the provision for intercompany indebtedness in the charity has been adjusted to reflect the amount outstanding as of 31 March 2024 and provided for in full as of that date and the trustees will continue to review this position in the future.

Plans for future periods

The organisation's key challenge is generating a sufficient surplus to fund its overheads. Declines in revenue and margin therefore have a significant impact on Charity Digital's finances. However, in 2024/25 the organisation is continuing to exercise tight cost control and restructuring where opportunities to make further savings are identified. In addition, the organisation is working hard on revenue growth opportunities.

As outlined earlier the organisation, with limited funds for investment in revenue growth opportunities need to be self-funding. Two key areas identified for potential growth are through further expansion of small in-person events and through the Charity Digital Academy.

The Charity Digital Academy was piloted early in 2024 and focuses on providing detailed education on key digital topics such as AI for non-profits, social media and Microsoft 365 Administration. The education goes into more detail than that typically provided through our sponsored activity or in event sessions and is funded by charging a modest fee per head attending. The Academy has been well received and the financial model described is able to cover costs and contribute to overheads.

We also see key needs to address in the sector relating to artificial intelligence; digital leadership, governance and digital strategy; cyber-security; and supporting the digital needs of smaller charities and are exploring ways of making more impact in these areas and securing the income to fund our activity in these areas.

The Charity Digital Code of Practice 2025 update is progressing, encompassing a number of these themes and once the update is released we hope that this might unlock further revenue growth opportunities as well as delivering significant impact. We are also exploring the options for scaling up the Digital Strategy Accelerator.

Principal risks

Our approach to risk management and control is described on page 10. Following review by the Trustees, the principal risks and uncertainties facing Charity Digital and its subsidiaries are listed here, together with a summary of our approach to managing those risks.

Risk	Our Response
Financial Challenge	
We operate in a dynamic environment and the viability of our business model cannot be assumed to continue. In addition, we are exposed to the impact of the broader economic environment on our customers.	We keep our business performance under constant review. We are actively seeking to both grow our existing revenue streams and to seek new avenues for the generation of income.
People and Culture	
Current market conditions mean that it may be difficult for the charity to recruit and retain the right calibre of staff and hence achieve its strategic goals.	We place significant emphasis on ensuring our employees feel connected to the charity and its mission. We aim to maintain a remuneration package that is competitive within our sector including a performance-linked bonus scheme.
Internal Factors	
Our activities are highly dependent upon our I.T. systems and in common with other organisations cyber threats are a serious risk.	Our IT environment and systems are overseen by a dedicated resource. The security of our systems and our plans to ensure the continuity of operations are kept under review.

Governing document

Charity Digital Trust is a company limited by guarantee governed by its Memorandum and Articles of Association dated 05 October 2018. It is registered as a charity with the Charity Commission in England and Wales.

Leadership induction and training

New trustees undergo an orientation meeting regarding their legal obligations under charity and company law, the Charity Commission guidance on public benefit, and to inform them of the content of the Memorandum and Articles of Association, decision-making processes, the strategy, the business plan, the budgets and recent financial performance of the charity. An induction document is updated annually.

Leadership

During the year the charity had up to 9 voluntary trustees that met formally four times to review the operations and strategy of the charity and its subsidiary and provide guidance and support to management. The trustees continue to delegate the day-to-day operational decision-making to the Chief Executive and the directors of CTT Charity Payments Limited (CTTCP).

Charity Code of Governance

The Trustees are guided by the principles of the Charity Code of Governance. The composition of the Board is reviewed regularly to ensure that the right mix of skills is present to guide the charity. Throughout the charity equality, diversity and inclusion is a guiding principle and the Board reviews the composition of our team regularly both in terms of composition and remuneration. The Board works closely with management through several sub-committees which help to ensure that the right decisions are taken to advance the mission of the charity. The adequacy of the internal control environment is monitored by the Risk Committee each quarter and reported to the Board.

Related parties and cooperation with other organisations

None of our trustees receive remuneration or other benefits from their work with the charity. However, some of the trustees own or manage companies that the charity partners with and any payments to those organisations for services are logged on the conflict-of-interest register. Any new potential conflicts are declared at each board meeting

Pay policy for senior staff

All trustees give of their time freely and none have received remuneration in the year (2022/23: £Nil)

The pay of the staff is reviewed annually and normally increased in accordance with average earnings and a view on the cost of living.

The CEO salary is reviewed annually by the trustees benchmarking against levels in other charities, social enterprises and commercial organisations. The salary of the CEO was last reviewed in April 2024 at the same time as other staff members.

Risk management

The Trustees are responsible for identifying and managing the major risks facing the charity. Trustees regularly consider risk management in a broad and strategic manner, considering all relevant internal and external factors that might alter or undermine the capacity of the charity to fulfil its charitable objectives, its mission and its strategy. Risk registers provide comprehensive assurance of the following areas of risk and control:

- Financial sustainability including sustaining and growing our income streams,
- People and culture,
- Operations and processes,
- Compliance with relevant laws and regulations,
- Strategy and impact.

Our risk review process assesses each of the major risks and the effectiveness of the arrangements for managing them. The resulting report is reviewed by the Risk Subcommittee and Trustees every quarter and in greater depth once each year. The Risk Appetite statement is also reviewed by the Trustees annually. The Trustees are satisfied that the principal risks have been identified and are being effectively managed.

To ensure our future viability we continue to employ continuous improvement principles in operational and financial areas with a specific focus on being more effective and efficient at what we do whilst having the lowest cost levels possible. We have introduced several digital solutions to facilitate this whilst focussing on supplier cost reduction.

The trustees are confident that the risks and safeguards contained in the risk assessment have been properly documented and addressed over the course of the financial year. In addition, the trustees have reviewed the internal controls within the charity and its subsidiaries to ensure that they were operating effectively throughout the year as well as ensuring that they will safeguard the assets of the charity.

Trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing the report of the trustees and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;

- 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;
- 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 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 the group and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Statement as to disclosure to our auditors

In so far as the trustees are aware at the time of approving the report of the trustees:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the group's auditor is unaware the trustees, having made enquiries of fellow directors and the group's auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a director in order to make themselves aware of any relevant audit information and to
- establish that the auditor is aware of that information.

By order of the board of trustees

Claire Tavernier (Chair)
3 February 2025

Independent auditor's report

to the members of Charity Digital Trust

For the year ended 31 March 2024

Opinion

We have audited the financial statements of Charity Digital Trust (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 31 March 2024 which comprise the consolidated statement of financial activities, the group and parent charitable company balance sheets, the consolidated statement of cash flows and the notes to the financial statements, 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 FRS 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 group's and of the parent charitable company's affairs as at 31 March 2024 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended
- Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice
- Have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011

Basis for opinion

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

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on Charity Digital Trust'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.

Independent auditor's report

to the members of Charity Digital Trust

For the year ended 31 March 2024

Other Information

The other information comprises the information included in the trustees' annual report, other than the group financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the group 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 group 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 group 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.

Opinions 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' annual report, for the financial year for which the financial statements are prepared is consistent with the financial statements
- The trustees' annual report has been prepared in accordance with applicable legal requirements

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and Charities Act 2011 requires us to report to you if, in our opinion:

- Adequate accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- The parent charitable company 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 directors 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' annual report and from the requirement to prepare a strategic report.

Independent auditor's report

to the members of Charity Digital Trust

For the year ended 31 March 2024

Responsibilities of trustees

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

In preparing the financial statements, the trustees are responsible for assessing the group's and the parent 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 group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed auditor under the Companies Act 2006 and section 151 of the Charities Act 2011 and report in accordance with those Acts.

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

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

Capability of the audit in detecting irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We enquired of management, audit committee, which included obtaining and reviewing supporting documentation, concerning the group's policies and procedures relating to:
 - Identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected, or alleged fraud;
 - The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations.

Independent auditor's report

to the members of Charity Digital Trust

For the year ended 31 March 2024

- We inspected the minutes of meetings of those charged with governance.
- We obtained an understanding of the legal and regulatory framework that the group operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the group from our professional and sector experience.
- We communicated applicable laws and regulations throughout the audit team and remained alert to any indications of non-compliance throughout the audit.
- We reviewed any reports made to regulators.
- We reviewed the financial statement disclosures and tested these to supporting documentation to assess compliance with applicable laws and regulations.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments, assessed whether the judgements made in making accounting estimates are indicative of a potential bias and tested significant transactions that are unusual or those outside the normal course of business.

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Independent auditor's report

to the members of Charity Digital Trust

For the year ended 31 March 2024

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 and section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Joanna Pittman (Senior statutory auditor)

4 February 2025

for and on behalf of Sayer Vincent LLP, Statutory Auditor,
110 Golden Lane, LONDON, EC1Y 0TL

Sayer Vincent LLP is eligible to act as auditor in terms of section 1212 of the Companies Act 2006

Consolidated statement of financial activities (incorporating an income and expenditure account)

For the year ended 31 March 2024

	Note	Unrestricted £	Restricted £	2024 Total £	Unrestricted £	Restricted £	2023 Total £
Income from:							
Grants		46,435	79,933	126,368	25,476	211,182	236,658
Charitable activities							
Software and related services		1,184,507	–	1,184,507	1,155,390	–	1,155,390
Information and education services		426,356	–	426,356	636,361	–	636,361
Settlement services		172,548	–	172,548	163,640	–	163,640
Other		8,201	–	8,201	8,335	–	8,335
Total income		1,838,047	79,933	1,917,980	1,989,202	211,182	2,200,384
Expenditure on:							
Charitable activities							
Software and related services		1,125,441	92,225	1,217,666	988,829	195,687	1,184,516
Information and education services		852,075	–	852,075	1,179,201	–	1,179,201
Settlement services		132,032	–	132,032	117,417	–	117,417
Other		21,416	–	21,416	53,712	–	53,712
Total expenditure	2,3	2,130,964	92,225	2,223,189	2,339,159	195,687	2,534,846
Net movement in funds		(292,917)	(12,292)	(305,209)	(349,957)	15,495	(334,462)
Reconciliation of funds:							
Total funds brought forward	18	514,432	95,456	609,888	864,389	79,961	944,350
Total funds carried forward		221,515	83,164	304,679	514,432	95,456	609,888

There were no other recognised gains or losses other than those stated above. All activities are continuing. Movements in funds are disclosed in note 19 to the financial statements.

Charity Digital Trust

Balance sheets

Company no. 06902258

As at 31 March 2024

	Note	The group 2024 £	2023 £	The charity 2024 £	2023 £
Fixed assets:					
Tangible assets	9	–	–	–	–
		–	–	–	–
Current assets:					
Debtors	12	209,338	291,984	488,123	636,764
Short term deposits		94,718	174,719	94,719	174,719
Cash at bank and in hand		607,221	773,986	416,310	618,164
		911,277	1,240,689	999,152	1,429,647
Liabilities:					
Creditors: amounts falling due within one year	13	(606,598)	(630,801)	(425,043)	(548,092)
Net current assets		304,679	609,888	574,109	881,555
Total assets less current liabilities		304,679	609,888	574,109	881,555
Creditors: amounts falling due after one year	15	–	–	(326,513)	(447,446)
Total net assets		304,679	609,888	247,596	434,110
Funds:					
Restricted income funds		83,164	95,456	83,164	95,456
Unrestricted general funds		221,515	514,432	164,432	338,654
Total funds	18, 19	304,679	609,888	247,596	434,110

Approved by the trustees on 3 February 2025 and signed on their behalf by

Claire Tavernier
Chairman of the Trustees

Charity Digital Trust

Consolidated statement of cash flows

For the year ended 31 March 2024

	Note	2024 £	£	2023 £	£
Cash flows from operating activities					
Net cash provided by / (used in) operating activities	20		(246,765)		(744,270)
Cash flows from investing activities:					
Amounts placed on short term deposit		80,000		(4,671)	
Net cash used in investing activities			80,000		(4,671)
Change in cash and cash equivalents in the year			(166,765)		(748,941)
Cash and cash equivalents at the beginning of the year			773,986		1,522,927
Cash and cash equivalents at the end of the year			607,221		773,986

1 Accounting policies

a) Statutory information

Charity Digital Trust is a charitable company limited by guarantee and is incorporated in England and Wales. The registered office address is Camburgh House, 27 New Dover Road, Canterbury CT1 3DN and its main place of business is Pennine Place, 2a Charing Cross Road, London WC2H 0HF.

b) Basis of preparation

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

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

These financial statements consolidate the results of the charitable company and its wholly-owned subsidiary CTT Charity Payments Limited on a line by line basis. Transactions and balances between the charitable company and its subsidiary have been eliminated from the consolidated financial statements. Balances between the two companies are disclosed in the notes of the charitable company's balance sheet. A separate statement of financial activities, or income and expenditure account, for the charitable company itself is not presented because the charitable company has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006.

c) Public benefit entity

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

d) Going concern

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern and meet its liabilities as they fall due. The financial position is reviewed regularly and cost saving measures are taken where necessary. Our annual budget is set to at least a breakeven position and corrective actions are taken should actual results fail to meet this expectation.

The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

e) Income

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

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

Income received in advance of the provision of a specified service is deferred until the criteria for income recognition are met. Such deferment is also applied to grants and donations until those services for which the grant or donation was made, have been provided.

f) Interest receivable

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

1 Accounting policies (continued)

g) Fund accounting

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund.

Unrestricted funds are donations and other incoming resources received or generated for the charitable purposes.

h) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure is classified under the following activity headings:

- Costs of raising funds relate to the costs incurred by the charitable company in inducing third parties to make voluntary contributions to it, as well as the cost of any activities with a fundraising purpose
- Expenditure on charitable activities includes the costs of the group's charitable activities undertaken to further the purposes of the group and their associated support costs
- Other expenditure represents those items not falling into any other heading

i) Allocation of support costs

Resources expended are allocated to the particular activity where the cost relates directly to that activity. However, the cost of overall direction and administration of each activity, comprising the salary and overhead costs of the central function, is apportioned on the following basis which are an estimate, based on estimates of activity and/or staff time, of the amount attributable to each activity.

Support and governance costs are re-allocated to each of the activities on the following basis which is an estimate, based on either staff time or turnover creating the following ratios:

	Support %	Governance %
● Software and related services	18	53
● Marketing services	45	28
● Settlement services	–	7
● Other	–	12
● Governance	37	–

Governance costs are the costs associated with the governance arrangements of the charity. These costs are associated with constitutional and statutory requirements and include any costs associated with the strategic management of the charity's activities.

j) Operating leases

The Charity had no operating leases or rentals in the financial period other than that of a short term lease for accommodation (shown in Note 21 below); the cost of which is charged as it is incurred on a straight line basis.

k) Tangible fixed assets

Items of equipment are capitalised where the purchase price exceeds £200. Depreciation costs are allocated to activities on the basis of the use of the related assets in those activities. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

- Fixtures and fittings 3 years
- Computer equipment and software 3 years

1 Accounting policies (continued)

l) Debtors

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

m) Cash at bank and in hand

Cash at bank and cash in hand only includes balances held in accounts with instant access.

n) Short term deposits

Short term deposits includes cash balances that are invested in accounts with maturity dates of greater than 90 days.

o) Creditors and provisions

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

p) 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.

q) Pensions

The Charity operates a contribution pension scheme which is available to all members of staff. The Charity contributes a fixed 5% (2023:5%).

Charity Digital Trust

Notes to the financial statements

For the year ended 31 March 2024

2 Analysis of expenditure (current year)

	Charitable activities							
	Software & related services £	Information and Education services £	Settlement services £	Other £	Governance costs £	Support costs £	2024 Total £	2023 Total £
Staff costs (Note 5)	236,187	533,722	–	–	252,548	–	1,022,457	1,081,120
Cost of sales	595,120	161,417	83,586	–	–	–	840,123	1,000,561
Other staff related costs	5,091	11,507	–	–	5,465	–	22,063	50,312
Marketing	58,545	–	–	–	–	–	58,545	69,423
IT and transaction cost	98,759	–	–	–	–	–	98,759	66,719
Consultancy, legal & prof.	–	770	15,290	–	–	39,465	55,525	100,526
Auditors remuneration	–	–	–	–	13,500	–	13,500	13,500
Accommodation and office	–	–	5,472	–	–	60,301	65,773	94,386
Financing and Interest	–	–	–	–	–	1,330	1,330	–
Depreciation and amort.	–	–	–	–	–	–	–	34,884
Insurance	–	–	–	–	–	23,713	23,713	18,307
Other	–	–	–	–	–	21,400	21,400	5,107
	993,702	707,416	104,348	–	271,513	146,209	2,223,188	2,534,846
Support costs	33,741	76,254	–	–	36,215	(146,209)	–	–
Governance costs	190,223	68,406	27,684	20,275	(306,588)	–	–	–
Total expenditure 2024	1,217,666	852,075	132,032	20,275	1,140	–	2,223,188	2,534,846
Total expenditure 2023	1,184,516	1,162,770	133,849	52,054	1,657	–	–	2,534,846

3 Analysis of expenditure (prior year)

	Charitable activities						
	Software & related services £	Restated Information and Education services £	Re stated Settlement services £	Other £	Governance costs £	Support costs £	2023 Total £
Staff costs	193,381	506,230	–	–	381,509	–	1,081,120
Cost of sales	556,191	368,470	75,899	–	–	–	1,000,561
Other staff related costs	9,224	22,641	–	–	18,448	–	50,312
Marketing	69,423	–	–	–	–	–	69,423
IT and transaction cost	66,719	–	–	–	–	–	66,719
Consultancy, legal & prof.	–	38,895	16,484	–	–	45,147	100,526
Auditors remuneration	–	–	–	–	13,500	–	13,500
Accommodation and office	–	–	5,472	–	–	88,914	94,386
Financing and Interest	–	–	–	–	–	–	–
Depreciation and amort.	–	–	–	–	–	34,884	34,884
Insurance	–	–	–	–	–	18,307	18,307
Other	–	–	–	–	–	5,107	5,107
	894,938	936,236	97,855	–	413,457	192,359	2,534,846
Support costs	35,266	86,562	–	–	70,352	(192,359)	–
Governance costs	254,311	139,972	35,994	52,054	(482,331)	–	–
Total expenditure 2023	1,184,516	1,162,770	133,849	52,054	1,657	–	2,534,846

The prior year comparatives are restated to correct the classification of a portion of Cost of Sales. The impact is to increase Information and Education services cost of Sales by £144,375 and reduce Settlement services cost of sales by an equivalent amount.

4 Net income for the year

This is stated after charging / (crediting):

	2024 £	2023 £
Depreciation	–	33,461
Operating lease rentals:		
Property	64,907	92,853
Auditors' remuneration (excluding VAT):		
Audit – group	13,500	13,500
Audit subsidiary	–	3,750
Other services	1,025	1,025
Foreign exchange losses/(gains)	1,330	6,988
	<u> </u>	<u> </u>

5 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

Staff costs were as follows:

	2024 £	2023 £
Salaries and wages	882,832	954,493
Social security costs	106,529	104,269
Employer's contribution to defined contribution pension schemes	33,096	22,358
	<u>1,022,457</u>	<u>1,081,120</u>

The following number of employees received employee benefits (excluding employer pension costs and employer's national insurance) during the year between:

	2024 No.	2023 No.
£60,000 – £69,999	1	2
£70,000 – £79,999	1	1
£80,000 – £89,999	1	1
£90,000 – £99,999	1	–
£100,000 – £109,999	1	–
£110,000 – £119,000	–	1

The total employee benefits (including pension contributions and employer's national insurance) of the key management personnel were £314,224 (2023: £307,867).

The charity trustees were neither paid nor received any other benefits from employment with the charity in the year (2023: £nil). No charity trustee received payment for professional or other services supplied to the charity (2023: £nil).

No donations were received from Trustees during the year. (2023 – Nil).

No expenses were paid to one of the Trustees in the financial year (2023: £99).

6 Staff numbers

The average number of employees (head count based on number of staff employed) during the year was 19 (2023:18).

Staff are split across the activities of the charitable company as follows:

	2024 No.	2023 No.
Software and support	4.5	3.9
Mail & marketing Services	10.2	9.1
Support	4.8	4.8
	<hr/>	<hr/>
	19.5	17.8
	<hr/>	<hr/>

7 Related party transactions

There were no transactions with related parties.

8 Taxation

The charity is exempt from corporation tax as all its income is charitable and is applied for charitable purposes. The charity's trading subsidiary CTT Charity payments made taxable profits in the year but no charge to corporation tax is expected due to the availability of tax losses brought forward, profit of £28,852 in 2024 (2023:£24.898).

9 Tangible fixed assets

The group and Charity

Cost

At the start of the year

Additions in year

At the end of the year

Depreciation

At the start of the year

Charge for the year

At the end of the year

Net book value

At the end of the year

At the start of the year

	Fixtures and fittings £	Computer equipment £	Total £
At the start of the year	51,302	187,141	238,443
Additions in year	-	-	-
At the end of the year	51,302	187,141	238,443
At the start of the year	51,302	187,141	238,443
Charge for the year	-	-	-
At the end of the year	51,302	187,141	238,443
At the end of the year	-	-	-
At the start of the year	-	-	-

10 Subsidiary undertakings

The charitable company owns the whole of the issued ordinary share capital of CTT Charity Payments Limited, a company registered in England (4222881). The subsidiary is used for additional primary purpose trading activities. All activities have been consolidated on a line by line basis in the statement of financial activities.

	2024 £	2023 £
Turnover	172,548	163,640
Cost of sales	(96,738)	(89,120)
Gross profit	75,810	74,520
Administrative and direct expenses	(4,461)	(18,099)
Costs fairly apportioned from the parent charity	(33,070)	(33,072)
Operating profit	38,279	23,349
Interest receivable	5,607	1,551
Profit for the financial year	43,886	24,900
The aggregate of the assets, liabilities and funds was:		
Assets	249,139	196,581
Liabilities	(508,291)	(498,619)
Deficit in funds	(259,152)	(302,038)

11 Parent charity

The parent charity's gross income and the results for the year are disclosed as follows:

	2024 £	2023 £
Gross income	1,739,823	2,035,196
Result for the year	(186,514)	(359,360)

12 Debtors

	The group		The charity	
	2024 £	2023 £	2024 £	2023 £
Trade debtors	156,008	200,156	104,657	166,682
Other debtors	1,972	11,505	12,472	11,505
Prepayments and accrued income	51,358	80,323	44,481	74,038
Balance with subsidiaries	–	–	326,513	384,539
	209,338	291,984	488,123	636,764

13 Creditors: amounts falling due within one year

	The group		The charity	
	2024	2023	2024	2023
	£	£	£	£
Trade creditors	206,299	125,602	202,492	122,084
Taxation and social security	87,183	99,403	71,164	71,112
Other creditors	161,180	67,111	7,202	9,550
Accruals	42,614	128,471	34,863	120,094
Deferred income (note 14)	109,322	210,214	109,322	225,252
	606,598	630,801	425,043	548,092

14 Deferred income

Deferred income comprises unexpired elements of invoiced contract bundles for email marketing unused by clients at year end, billed but not delivered work undertaken on the Charity Digital News platform and deferred balances from grants received where performance specified under the donation is not completed.

	The group		The charity	
	2024	2023	2024	2023
	£	£	£	£
Balance at the beginning of the year	210,214	325,384	225,252	325,384
Amount released to income in the year	(636,558)	(974,253)	(636,558)	(879,253)
Amount deferred in the year	520,628	859,083	520,628	779,121
Balance at the end of the year	109,322	210,214	109,322	225,252

15 Creditors: amounts falling due after one year

	The group		The charity	
	2024	2023	2024	2023
	£	£	£	£
Other liabilities	–	–	326,513	447,446
	–	–	326,513	447,446

16 Analysis of group net assets between funds (current year)

	General unrestricted £	Restricted funds £	Total funds £
Tangible fixed assets	–	–	–
Net current assets	221,515	83,164	304,679
Long term liabilities	–	–	–
Net assets at 31 March 2024	221,515	83,164	304,679

17 Analysis of group net assets between funds (prior year)

	General unrestricted £	Restricted funds £	Total funds £
Tangible fixed assets		–	–
Net current assets	498,937	110,951	609,888
Long term liabilities	–	–	–
Net assets at 31 March 2023	498,937	110,951	609,888

18 Movements in funds (current year)

	At 1 April 2023 £	Income & gains £	Expenditure & losses £	At 31 March 2024 £
Restricted funds:				
Tides Foundation	95,457	79,933	(92,225)	83,165
TS Foundation	–	–	–	–
Code of practice	–	–	–	–
Total restricted funds	95,457	79,933	(92,225)	83,165
General funds	514,431	1,838,047	(2,130,964)	221,513
Total funds	609,888	1,917,980	(2,223,189)	304,678

The narrative to explain the purpose of each fund is given at the foot of the note below.

19 Movements in funds (prior year)

	At 31 March 2022 £	Income & gains £	Expenditure & losses £	At 1 April 2023 £
Restricted funds:				
Heritage Digital	5,028	124,900	(129,928)	
Tides Foundation	68,484	86,282	(59,309)	95,457
TS Foundation	4,551	–	(4,551)	–
Code of practice	1,899	–	(1,899)	–
OCS		–		–
Total restricted funds	79,962	211,182	(195,687)	95,457
General funds	864,388	1,989,202	(2,339,159)	514,431
Total funds	944,350	2,200,384	(2,534,846)	609,888

Purposes of restricted funds

Heritage Digital

Heritage Digital Academy is a programme managed by Charity Digital which seeks to support organisations in the Heritage sector in developing new practices around the use of digital tools and services.

Tides Foundation

Charity Digital has been awarded funding to deliver a programme entitled 'Accelerating Digital Strategy'. This will support a cohort of not for profits over a 12 month period and will be primarily delivered in the following financial year.

20 Reconciliation of net income to net cash flow from operating activities

	2024 £	2023 £
Net income for the reporting period (as per the statement of financial activities)	(305,209)	(334,462)
Depreciation charges	–	33,461
Decrease (Increase) in debtors	82,646	(106,395)
Increase in creditors	(24,203)	(336,874)
Net cash provided by operating activities	(246,765)	(744,270)

21 Operating lease commitments

The group's total future minimum lease payments under non-cancellable operating leases is as follows for each of the following periods:

	Property 2024 £	2023 £	Equipment 2024 £	2023 £
Less than one year	17,082	97,392	–	–

22 Legal status of the charity

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.