



Report of the Board and Financial Statements

for the year ended 30 June 2021

A Charitable Incorporated Organisation

Registered Charity No. 1176267

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Trustees	Harmit Ahluwalia (Chair) Sveta Alladi-Sekidde Anubha Anand Therese Bynon Aimee Dorsett-Browne Paula Reily
Chief Executive Officer	Jane Williams
Chief Financial Officer	Amy Ross
Charity number	1176267 (England and Wales)
Registered office	Forest Lane Lodge Magpie Close, Forest Lane London E7 9DE
Independent Examiner	Gilbert Holbourn FCA, FCCA, DChA 1 Upper Bridge Street Wye, Kent TN25 5AF
Bankers	HSBC Bank plc 15 The Mall Stratford E15 1XL

The Trustees present their Annual Report together with the Financial Statements for the year ended 30 June 2021.

Organisation, Structure and Governance

Governing document

The Magpie Project (the "Charity") was constituted as a Charitable Incorporated Organisation on 13 December 2017, when it was registered with the Charity Commissioners for England and Wales as Charity No. 1176267.

Organisation

The board of trustees (the "Trustees") administers the Charity. They meet termly to make strategic decisions. The day-to-day running of the Charity is delegated to the Chief Executive Officer ("CEO").

The operational structure consists of a Founder/CEO, Chief Financial Officer, Case Work Manager, Play Manager, Graduation Manager, and Session Assistant. A Leadership Group of women who use the charity actively participates in decision-making and setting strategy, alongside the CEO.

Trustees

The following have held office during the year:

- Harmit Ahluwalia (appointed 12 March 2021)
- Sveta Alladi-Sekidde (appointed 12 March 2021)
- Anubha Anand (appointed 12 March 2021)
- Therese Bynon (appointed 12 March 2021)
- Junita Calder (resigned 16 March 2021)
- Aimee Dorsett-Browne (appointed 12 March 2021)
- Yasmin Raza (resigned 14 May 2021)
- Gulshun Rehman (appointed 03 November 2020, resigned 18 October 2021)
- Paula Reilly (appointed 12 March 2021)
- Amy Ross (resigned 06 October 2020)
- Dianne Walls (resigned 02 March 2021)

Appointment of trustees

Trustee recruitment is an open process conducted by existing charity trustees through public advertising and the East London Business Alliance board match. Apart from the first charity trustees, each trustee is appointed for a term of three years by a resolution passed at a properly convened meeting of the Trustees. In selecting individuals for appointment as charity trustees, the Trustees must have regard to the skills, knowledge and experience needed for the effective administration of the Charity.

In October 2020, following an open recruitment process and with the approval of the Charity Commission, Amy Ross stepped down as a trustee to take up the role of Chief Financial Officer. Whilst other founding trustees also stepped down during the year for personal reasons, six new trustees joined the board in Spring 2021. These new trustees bring considerable experience to the charity, including in the following areas: safeguarding and paediatrics, fundraising and income diversification, charity governance and finances, media and communications, women's rights, and community organising.

Trustee induction and training

The Trustees make available to each new charity trustee, on or before his or her first appointment: a) a copy of the current version of the constitution, b) a copy of the Charity's latest Annual Report and statement of accounts, and c) a copy of the Charity Commission's trustee welcome pack and guidance (CC3) on the responsibilities of a charity trustee.

Objectives and Activities

Objectives

The objects of the Charity are: The prevention and relief of poverty for families with young children living in temporary accommodation or at threat of homelessness in Newham and adjacent boroughs – in particular, providing a space to play and learn, and for parents to gain professional advice and form social networks in order to alleviate immediate difficulties, seek solutions to address their need and reintegrate into existing universal services.

We support insecurely or temporarily housed families with children under 5 living in Newham and surrounding boroughs. Our mission is to make life better – materially, socially, and emotionally – for families and ensure that young children do not suffer long-term negative consequences because of their housing situation. We do not try to solve the complex web of issues faced by our families, which are beyond our remit and involve many other agencies; rather we aim to put a safety net under them, decrease their social isolation, increase their resilience, and reduce the prospect of them getting into deeper difficulties further down the line.

Our vision is for happier, healthier children, being positively parented by socially integrated and well-informed mums who feel more in control of their situation.

Activities

We work to achieve these objectives by providing a twice-weekly stay-and-play session for women with children under 5 living in temporary or insecure accommodation. We pay for travel to and from the project, provide a healthy home-cooked lunch, and offer a baby bank of nappies, clothes, and other essentials. While their children enjoy creative indoor and outdoor play, make friends, and develop their social skills, supported by early years volunteers, mothers can access advice and support on a range of issues including housing, immigration, physical and mental health, parenting, employment readiness, domestic violence, female genital mutilation, and more.

We act as the mothers' information point and social network at a time when theirs has been depleted by frequent moves, life changes and poverty, and build relationships with referrers, community groups and other local organisations who can help and support mothers as they begin to tackle the complex web of crises relating to their housing insecurity. We signpost families in need of additional support to universal or targeted services that they may otherwise be unaware of or feel unable to access. We also work to raise the voices of mothers living in temporary accommodation so as to influence policy relating to No Recourse to Public Funds, Section 17, and other issues which directly affect them.

Covid-19

The Covid-19 pandemic and subsequent national lockdowns impacted heavily on our services during the reporting year. While we temporarily opened as a foodbank and baby bank collection point in Autumn 2020, during the Winter 2021 lockdown we ceased all in-person activities and provided all our support remotely through telephone calls, a WhatsApp group, and daily Zoom meetings. All families received vouchers to buy the nappies and fresh fruit and vegetables that they would have received had we been open. In Summer 2021, we opened again as a foodbank and baby bank collection point. In September 2021 we resumed 'normal' service with a twice-weekly stay-and-play and a range of other in-person support and activities throughout the week.

Public benefit statement

The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit, 'Charities and Public Benefit'.

Achievements and Performance

Numbers supported

During the year, we supported around 350 families with approximately 480 children under 5 living in temporary or insecure housing in Newham and surrounding boroughs. We saw approximately 6 new families each week, with word of mouth between families the largest referral route, as well as health visitors, children's centres, and midwives.

Service delivery

- During national lockdowns we ran daily online sessions including dance, music, knitting, 'coffee mornings' and ESOL, to keep mothers and children socially connected and to support their mental health and well-being.
- A twice-weekly foodbank and baby bank collection point, focusing on providing the fresh fruit and vegetables which are so often lacking from other foodbank offers.
- From April 2021, weekly outdoor singing and music sessions with London Rhymes and circus sessions with The Flying Seagull Project.
- 65 new families accessed housing advice from Shelter, plus many others spoke to health workers, immigration advisors, employment advisors, children's centres, and more.

Policy and advocacy

In all our advocacy work we seek to bring the voices and lived experiences of our mums into discussions about the housing, immigration, and other policies which directly affect their lives. During the reporting year, members of our mums' leadership group have:

- Sat on the Early Years Forum in Newham.
- Briefed MPs Lyn Brown and Stephen Timms on the implications of living with 'No Recourse to Public Funds', informing speeches in committees and in Parliament.
- Given evidence to the All-Party Parliamentary Group on Ending Homelessness, on the health risks of temporary accommodation on children under 5, alongside University College London and the Queens' Nursing Institute.
- Given evidence to the House of Lords Committee on Covid Recovery.
- In response to the Covid-19 pandemic, consulted with the Mayor of Newham and head of Newham Housing to ensure that all families housed in shared accommodation were moved into self-contained accommodation.
- Instigated a letter from the Mayor of Newham to Boris Johnson and Priti Patel to raise concerns over Home Office-contracted Clearspring accommodation not meeting public health guidelines.
- Worked with Duncan Lewis Public Law to prepare court cases for families in unsuitable and dangerous Home Office accommodation.
- Presented to a national conference by Crisis and Solace Peer Support on women's homelessness.

Informing service design

Our mums have also engaged directly in the design of services which affect them and other women experiencing homelessness and the hostile environment, including:

- Co-creating a guide with the Financial Conduct Authority for women who have received their immigration or asylum status, on how to access financial services.
- Sitting on the steering group for a new community partnership with the National Childbirth Trust and Alternatives Trust East London, to design a service supporting Black and Minority Ethnic women going through pregnancy, childbirth, and childhood early years.
- Being trained in Forum Theatre practice, to help bring the experience of service users to the attention of service providers. This has resulted in members of our mums' Leadership Group being invited to work with frontline social workers on improving understanding of trauma-informed care and cultural competency.

Achievements and Performance continued

Creative collaborations

Our various creative collaborations during this period have seen our families:

- Write, perform and record their own songs with London Rhymes.
- Contribute stories and artwork to the work of UK menswear designer Bethany Williams, whose latest international collections 'NRPF', 'All Our Children' and 'All Our Stories' were inspired by the experiences of mums and children at The Magpie Project. 'All Our Stories' featured in a public art installation at Coal Drop's Yard in Kings Cross, London.
- Write and perform original pieces of music with the Breakfast Club Quartet, which were shown as part of the DISRUPT festival, run by the Barbican Centre and London Guildhall School of Music & Drama.

Media and awards

We raised the voices of our mums through articles in and appearances on ITV, BBC, Huffington Post, Daily Telegraph, Vogue, GQ, Spiked, and Inside Housing. We were awarded first prize for Excellence in Service Provision in the National Homeless Link awards in December 2020. Our CEO was named one of the Women in Housing Leaders of 2020 and is currently the Newham Changemaker for the borough-wide target of 'Reducing the number of children living in temporary accommodation (family homelessness)'. We are also proud to be a Living Wage Employer.

Partners and Supporters

Volunteers and supporters

Our pared-back service due to Covid-19 meant that the direct contribution of volunteers to our service delivery was considerably lower this year than in the previous year. However, volunteers donated over 2,000 hours to the project, including helping to run our foodbank service and delivering Christmas hampers and gifts to 250 families around London. Using the London Living Wage hourly rate, the estimated value of these contributions exceeds £20,000.

Professional support

We received professional support from many partner organisations and services, including Shelter (1 day/week), London Black Women's Project (1 day/week), Praxis (1 day/week), Health Visitor (1 day/week), Kay Rowe Nursery and Children's Centre (1 day/week), an ESOL teacher (0.5 days/week) and a Reiki practitioner (0.5 days/week). This support was delivered remotely during national lockdowns but has been reinstated in person since September 2021. Our partnership with the University of East London resulted in four social work student placements throughout the year. We also received pro bono advice and support from Muf Architects, Mann Group plc, IPE Developments, Pettyson & Prestwich, independent property lawyers, surveyors, and structural engineers. This professional support was all given freely, with an estimated value of approximately £70,000.

Local support

We would like to thank the following organisations who helped with fundraising, events, mentoring, trustee recruitment, connections, and more: Clapton Community Football Club, West Ham Supporters Foodbank, Bancroft Rugby Club, Enabled Living, Black Swan, Westfield Stratford London, Man Group plc, LinkCity Buoygues, Active Newham, Wanstead and Forest Gate WIs, Number 8 Emporium, Wanstead Tap, Woodgrange Market, 52 Lives, The Challenge Network, ELBA, Bethany Williams, BEAM, Discover Stratford, Stratford Circus, Stratford Royal Theatre, CPRE Rural Rides, and local schools. In total we have received more than £30,000 in time and expertise.

Partners and Supporters continued

Donations

Our donations over the year included food from Fareshare, Jasmin Kitchen, Food 4 All, The Livery Companies, City Harvest, Community Food Enterprises, West Ham Supporters Foodbank, and Neighbourly. We received shopping vouchers, buggy covers, clothes, shoes, toys, sanitary products, toiletry and make-up items from organisations such as 52 Lives, Marks & Spencer's, Children's Salon, Clarks, Schuh, Afrocentrix, the Newham Covid Winter Grants scheme, and members of the local community. We received laptops and phones from LinkCity Buoygues and Digital Skills. We received Christmas gifts from Westfield Stratford and Christmas hampers donated by the local community. The estimated value of these items (even if bought second-hand), exceeds £90,000.

The total value of in-kind support we received is estimated to be approximately £210,000.

Funders

We are incredibly grateful to the funders who have supported our work over the year. They include: The National Lottery Community Foundation, Garfield Weston Foundation, Tudor Trust, Trust for London, Social Venture Partners London, The Calypso Browning Trust, Pears Foundation, The Blue Thread, Vitol Ltd, Amazon Online Giving Foundation, and Rothermere Foundation. A list of funders who have supported us with restricted grants can be found on page 18 of this report.

Future Plans

As always, our strategy will be to 'ask the mums'; to be led by what they tell us about the issues they are facing and assess how we can best support them, leveraging the benefits of current and potential partners to meet their needs. We will continue to put mothers and children at the very centre of our work, drawing in partnerships and creative collaborations to build their confidence, encourage their creativity, and walk with them as they navigate their way out of crisis.

Our priorities for the coming year are as follows:

1. Rolling out our 'Graduation Programme', where we support mothers who are ready to move on from the project to access benefits, housing, training, and other forms of support. This is a crucial process for ensuring that we transition families away from our support sensitively. It is also vital for managing the number of families we support at any one time, by moving on those who are ready so we can prioritise our core services for those families in most acute need.
2. Relocating to a larger venue to ensure we can continue to offer a safe, spacious, fit-for-purpose space for the number of families we are supporting. We have identified an appropriate building locally and we are working with the council to bring it to a suitable condition for us to operate from. We hope to be able to move in within the financial year.
3. Developing our Leadership Group as a crucial part of the governance and leadership of the project. The group's activities for the coming year include a partnership with Newham Citizens to educate frontline workers on trauma-informed care and cultural competency when working with families living in temporary accommodation.

Financial Review

Investment and reserves policy

The Trustees aim to maintain free reserves in unrestricted funds of six months of unrestricted expenditure. The Trustees consider that this level of reserves will provide sufficient funds to continue delivering the core work of the charity in the case of declining income or increasing expenditure, while alternative funds are sought. The level of reserves held throughout the year will be monitored termly, and the level of free reserves to be held will be reviewed on an annual basis.

The Trustees have agreed to designate £60,000 of unrestricted reserves to the potential capital costs of relocating to a new building in 2021-22, which is incorporated in these accounts.

Financial Review continued

Financial position

We are fortunate that the Covid-19 pandemic has not negatively impacted our financial position, which remained strong during the year. For most of 2020-21 (and the last quarter of 2019-20) we were unable to run in-person sessions, meaning that regular outgoings related to 'normal' service were significantly or completely reduced. Healthy finances meant we were able to invest in training and development for staff and volunteers, including enhanced safeguarding training for all staff and trustees and movement-building for our Leadership Group. However, the combination of reduced expenditure and increased donations from corporate and community supporters meant we finished the year with unrestricted reserves higher than our policy target.

This position means we are able to cover most of our core charitable, staff, and operational expenditure in the current financial year from unrestricted funds. Proactive fundraising from trusts and foundations has been on hold since Spring 2021, and no new unrestricted grants have been sought for the 2021-22 financial year. We are therefore projecting that our excess unrestricted funds will be spent down during the current financial year, based on the following factors:

- The significant increase in the number of families we are supporting means that, since re-opening our in-person sessions in September 2021, our charitable expenditure is exceeding pre-pandemic levels. We expect this trend to continue throughout the year and that these costs will largely be funded by unrestricted funds.
- Staff salaries make up the majority of our operational budget, and most of these roles, including the CEO, are not currently funded by restricted grants. These salaries will therefore be funded by unrestricted funds during this financial year.
- The trustees have designated £60,000 from unrestricted funds to cover potential capital costs of relocating to a new building. There will also be an increase in operational expenditure associated with working in a larger building, costs which will be covered by unrestricted funds.

As such, we expect to finish the current financial year with reserve levels in line with our policy.

Risk management

The Trustees regularly review the key financial, operational, strategic, reputational, and safeguarding risks facing the Charity. A risk register is maintained and updated annually. Over the course of the reporting year, the Trustees considered the key risks to be those relating to overcrowding of play sessions, transmission of Covid-19 amongst staff, volunteers, and service users, and staff health and capacity. The trustees worked with the CEO to put in place plans to address these risks.

Trustees' responsibilities in relation to the financial statements

The Trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the period and of its financial position at the end of the period.

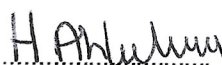
In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the method and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 proper 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 to enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees meet termly and review management accounts, fundraising forecasts, and cash flow analyses. The Trustees believe that the Charity is a going concern and for this reason, the going concern basis for the preparation of the financial statements is considered valid.

Approved by the Trustees and signed on their behalf by



Harmit Ahluwalia

Chair

07 December 2021

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

THE MAGPIE PROJECT

I report on the accounts of the Charity for the year ended 30 June 2021, which are set out on pages 10 to 18.

Respective responsibilities of trustees and examiner

The Trustees are responsible for the preparation of the accounts. The Trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. I am qualified to undertake the examination by being a qualified member of The Institute of Chartered Accountants in England and Wales.

Having satisfied myself that the Charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

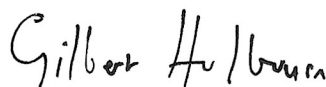
My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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



Gilbert Holbourn FCA, FCCA, DChA
1 Upper Bridge Street, Wye, Kent TN25 5AF

**STATEMENT OF FINANCIAL ACTIVITIES (INCOME AND EXPENDITURE)
FOR THE YEAR ENDED 30 JUNE 2021**

THE MAGPIE PROJECT

	Note	2021 Unrestricted Funds £	2021 Restricted Funds £	2021 Total Funds £	2020 Unrestricted Funds £	2020 Restricted Funds £	2020 Total Funds £
Income from:							
Voluntary income		296,197	69,188	365,385	179,348	107,236	286,584
Other		2,703	300	3,003	2,201	-	2,201
Total income		298,900	69,488	368,388	181,549	107,236	288,785
Expenditure on:							
Raising funds		2,651	371	3,022	5,540	735	6,275
Charitable activities		148,732	93,190	241,922	120,368	41,736	162,104
Total expenditure	2	151,383	93,561	244,944	125,908	42,471	168,379
Net surplus/(deficit) funds for year		147,517	(24,073)	123,444	55,641	64,765	120,406
Total funds brought forward at 1 July		68,903	65,584	134,487	13,262	819	14,081
Total funds carried forward at 30 June	6	216,420	41,511	257,931	68,903	65,584	134,487

All recognised gains and losses are included in the statement of financial activities.
The results for the year all relate to continuing operations.
The notes on pages 12 to 18 form part of these financial statements.

**BALANCE SHEET
AS AT 30 JUNE 2021**

THE MAGPIE PROJECT

	Notes	2021 £	2021 £	2020 £	2020 £
Current assets					
Debtors	3	41,342		15,191	
Cash at bank and in hand		222,631		121,979	
		<u>263,973</u>		<u>137,170</u>	
Creditors: amounts falling due within one year	4	<u>(6,042)</u>		<u>(2,683)</u>	
Net current assets			257,931		134,487
Net assets			<u>257,931</u>		<u>134,487</u>
Reserves	6				
Unrestricted funds			156,419		68,903
Designated funds			60,000		-
Restricted funds			41,512		65,584
Total funds of the Charity			<u>257,931</u>		<u>134,487</u>

The notes on pages 12 to 18 form part of these financial statements.

The financial statements were approved by the Trustees on 07 December 2021 and signed on their behalf by Harmit Ahluwalia.

CHAIR

H. Ahluwalia

1 Accounting policies

A summary of the principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the accounts are laid out below.

1.1 Basis of preparation

The financial statements are prepared for the year ended 30 June 2021. The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant accounting policies below or the notes to these accounts.

The accounts 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 United Kingdom and Republic of Ireland (FRS 102) (Charities SORP FRS 102), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The Charity constitutes a public benefit entity as defined by FRS 102.

The accounts are presented in sterling and are rounded to the nearest pound.

1.2 Critical accounting estimates and areas of judgement

Preparation of the accounts requires the trustees and management to make significant judgements and estimates.

The items in the accounts where these judgements and estimates have been made include:

- Allocation of support costs

1.3 Assessment of going concern

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The Trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The Trustees of the Charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees are of the opinion that the Charity will have sufficient resources to meet its liabilities as they fall due. The most significant areas of judgement that affect items in the accounts are detailed above.

The Trustees have considered the consequences of COVID-19 and other events and conditions and they have determined that this does not create material uncertainty that might cast significant doubt on the Charity's ability to continue as a going concern.

1.4 Pensions

Employees of the Charity are entitled to join a defined contribution 'money purchase' scheme. The Trust's contribution is disclosed in note 5. There were no outstanding contributions (employer and employee) at the year end. The costs of the defined contribution scheme are included within support and governance costs in note 2. The Charity has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

1.5 Income

All income is included in the Statement of Financial Activities when the Charity is entitled to the income, receipt is probable and the amount can be quantified with reasonable accuracy. The following specific policies apply to categories of income:

- Donations are recognised as income when receivable, except insofar as they are incapable of financial measurement.
- Investment income is accounted for in the period in which the Charity is entitled to receipt.
- Donated services and facilities are included at the value to the Charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts.

1.6 Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred.

All costs are allocated between the expenditure categories in the statement of financial activities based on the use of the resource.

Grants payable are charged in the year when the offer is conveyed to the recipient.

Governance costs are included within charitable activities and reflect the costs of an independent examination in order to meet the constitutional and statutory requirements of the Charity.

The costs of raising funds include relevant proportions of the salaries of those responsible for fund raising and the costs of items used solely for fundraising (leaflets, etc.). The Charity exists in order to deliver a front-line service and only fundraises to facilitate that activity; other support costs therefore have been allocated to charitable activities.

1.7 Related party transactions

There have been no related party transactions in the reporting period that require disclosure.

1.8 Debtors

Debtors are recognised at their settlement amount, less any provision for non-recoverability. Prepayments are valued at the amount prepaid. They have been discounted to the present value of the future cash receipt where such discounting is material.

1.9 Cash at bank and in hand

Cash at bank and in hand represents such amounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition. Deposits for more than three months but less than one year have been disclosed as short-term deposits. Cash placed on deposit for more than one year is disclosed as a fixed asset investment.

1.10 Creditors and provisions

Creditors and provisions 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. Creditors and provisions are recognised at the amount the Charity anticipates it will pay to settle the debt. They have been discounted to the present value of the future cash payment where such discounting is material.

1.11 Accumulated funds

Unrestricted funds are donations and other income receivable for the objects of the Charity without further specific conditions and are available as general funds. Restricted funds have been donated for a specific purpose, are restricted in use to that project and not available as general funds.

1.12 Taxation

The Magpie Project is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

2 Total expenditure

	Direct costs £	Support costs £	Total 2021 £	Total 2020 £
Raising funds	2,210	812	3,022	6,275
Charitable activities	176,839	65,083	241,922	162,104
	179,049	65,895	244,944	168,379

	Unrestricted Funds £	Restricted funds £	Total 2021 £	Total 2020 £
Raising funds				
Fundraising costs	1,393	-	1,393	1,961
Volunteer costs	509	308	817	743
	1,902	308	2,210	2,704
Support costs (see next page)	749	63	812	3,571
	2,651	371	3,022	6,275

Charitable activities

Mum's support:

Benevolent grants	(4)	11,296	11,292	11,140
Food & supplies	20,167	822	20,989	5,782
Mums' travel	90	-	90	9,521
Nappies and formula	4,661	400	5,061	7,803
Supporting children's play	608	1,967	2,575	3,472
Programme delivery	62,950	64,163	127,113	29,506
Other family expenses	219	9,500	9,719	2,620
	88,691	88,148	176,839	69,844

Support costs (see next page)

	60,041	5,042	65,083	92,260
	148,732	93,190	241,922	162,104

Total expenditure

	151,383	93,561	244,944	168,379
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2 Total expenditure (continued)

	2021	2020
	£	£
Staff costs	44,399	79,530
Meeting and travel costs	1,812	137
Insurance	333	262
Office costs	10,087	6,354
Rent	5,000	6,232
Other expenses	4,264	3,316
	65,895	95,831
Allocated: Costs of generating voluntary income (3%)	812	3,571
Charitable activities (97%)	65,083	92,260
	65,895	95,831

3 Debtors and prepayments

	2021	2020
	£	£
Debtors	4,392	-
Prepayments and accrued income	36,950	15,191
	41,342	15,191

4 Creditors: amounts falling due within one year

	2021	2020
	£	£
Taxation and social security	4,550	1,983
Accruals and other creditors	1,492	700
	6,042	2,683

5 Employees

Number of employees

The average monthly number of employees during the year was 4 (2020 - 2).

	2021 £	2020 £
Staff costs		
Wages and salaries	136,302	72,053
Social security costs	4,854	6,008
Pension contribution (see note 1.4)	3,048	1,469
	<u>144,204</u>	<u>79,530</u>

No individual employee earned emoluments (excluding employer pension costs) of more than £60,000 in 2021 or 2020.

None of the Trustees (or any person connected with them) received any remuneration or were reimbursed for expenses during the year (2020: none).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

THE MAGPIE PROJECT

6 Analysis of charitable funds

	Balance at 1 July 2020	Income	Expenditure	Transfers	Balance at 30 June 2021
	£	£	£	£	£
Unrestricted funds	68,903	298,900	(151,383)	(100,000)	116,420
Designated funds	-	-	-	100,000	100,000
BBC Children in Need - Emergency Fund	3,000	-	(3,000)	-	-
Bethany Williams Fund	-	5,250	(5,238)	-	12
Community Links	100	-	-	-	100
Coronavirus Emergency Appeal	-	582	(582)	-	-
CPRE Rural Rides	-	1,890	(1,890)	-	-
Deutsche Bank Foundation	15,000	15,000	(15,000)	-	15,000
Guildhall School of Music & Drama	-	3,750	(3,750)	-	-
Home Safe	-	300	(300)	-	-
London Catalyst - Benevolent Grants	610	750	(1,360)	-	-
London Catalyst & Hospital Saturday Fund	2,167	(2,167)	-	-	-
London City Airport Community Fund	3,000	-	(3,000)	-	-
Maslaha Emergency Grants	-	2,000	(2,000)	-	-
Nationwide Foundation	25,000	-	(25,000)	-	-
National Childbirth Trust	-	6,040	(2,540)	-	3,500
Neighbourly Community Fund	400	-	(400)	-	-
NELMA Emergency Grants	-	240	(240)	-	-
Network for Social Change	4,155	-	-	-	4,155
Newham Enrichment Grant	6,917	8,153	(15,070)	-	-
Open University	-	2,500	(2,500)	-	-
Safe Lives Circle Fund	-	2,500	(518)	-	1,982
Southwest Ham Children's Fund – Benevolent Grants	1,235	5,700	(6,935)	-	-
Tudor Trust	-	2,000	(238)	-	1,762
Two Magpies Fund	-	15,000	-	-	15,000
Westfield Stratford Emergency Fund	4,000	-	(4,000)	-	-
Restricted funds	65,584	69,488	(93,560)	-	41,511
Total funds	134,487	368,388	(244,944)	-	257,931

6 Analysis of charitable funds (continued)

BBC Children in Need – Emergency Fund: Top-up grant to support Covid-19 response.

Bethany Williams Fund: Discretionary fund for emergency grants and purchases for families.

Community Links: Grant to provide creche facilities during workshops for mums.

Coronavirus Emergency Appeal: Joint fundraising campaign by local charities in Newham to support Covid-19 response.

CPRE Rural Rides: Grant to take families on educational trips to rural areas.

Deutsche Bank Foundation: Grant towards Graduation Manager salary.

Guildhall School of Music & Drama: Grant to support collaboration with musicians and composers Breakfast Club Quartet.

Home Safe: Payment for participation in focus group on temporary accommodation.

London Catalyst – Benevolent Grants: Discretionary fund for emergency grants to families.

London Catalyst & Hospital Saturday Fund: Partners 4 Health grant for a citizen science project with a University College London PhD student.

London City Airport Community Fund: Grant to support our music collaboration with London Rhymes.

Maslaha Emergency Grants: Discretionary fund for emergency grants to families.

Nationwide Foundation: Grant towards Case Work Manager salary.

National Childbirth Trust: Grant to develop new service for BAME mothers accessing pre- and post-natal care.

Neighbourly Community Fund: Covid-19 emergency funding.

NELMA Emergency Grants: Discretionary fund for emergency grants to families.

Network for Social Change: Grant to support Graduation Programme in 2021-22.

Newham Enrichment Grant: Grant to support collaboration with dance and movement practitioners Louise Klamett Dance Art Foundation.

Open University: Grant to support Forum Theatre training for members of our Leadership Group.

Safe Lives Fund: Discretionary fund for emergency grants to families affected by domestic violence.

Southwest Ham Children's Fund – Benevolent Grants: One-off grants for vulnerable families living in Newham.

Tudor Trust: Top-up grant to support wellbeing and development of staff and volunteers.

Two Magpies Fund: Grant towards Case Work Manager salary.

Westfield Stratford Emergency Fund: Covid-19 emergency funding.