

**REGISTERED COMPANY NUMBER: 03939332**  
**REGISTERED CHARITY NUMBER: 1106623**

**REPORT OF THE TRUSTEES AND**  
**UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018**  
**FOR**  
**THE TRUST FOR DEVELOPING COMMUNITIES**

Chariot House Limited  
Chartered Accountants  
44 Grand Parade  
Brighton  
East Sussex  
BN2 9QA

**THE TRUST FOR DEVELOPING COMMUNITIES**

**CONTENTS OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST MARCH 2018**

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**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31ST MARCH 2018**

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The Trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2018. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The Objects of TDC ("the Objects") are to further such charitable purposes for the benefit of the inhabitants of economically and socially or socially disadvantaged communities in South East England as the Trustees see fit, in particular but not exclusively by:

1. developing their capacity and skills and advancing education in such a way that they are better able to identify, and help meet, their needs and to participate more fully in society;
2. advancing education including, but not limited to the foregoing, the provision of training;
3. providing, in the interests of social welfare, facilities for recreation and other leisure-time occupation with the object of improving the conditions of life of the said inhabitants having need of such facilities by reason of their age, youth, sex, race, infirmity, disablement, sexual orientation, gender, poverty or social or economic circumstances; and
4. promoting the elimination of unfair discrimination on the grounds of race, sex or disability and encouraging equality of opportunity.

**Public benefit**

In shaping our objectives and planning our activities for the year, the Trustees have given consideration to the duties set out in section (17) 5 of the Charities Act 2011 to have due regard to public benefit. In particular, the Trustees have considered how the planned activities will contribute to the overall aims and objectives that they have set.

The Board believes that TDC's work with communities, as detailed in this report, are fully in line with TDC's objectives. We proactively seek to tackle economic, social and health inequalities by supporting people to build strong communities. The Trustees believe that the following sections show clearly the benefit that TDC provides to the public.

**Volunteers**

A valuable contribution to the work of TDC continues to be made by our volunteers, including our voluntary Trustees. TDC has also offered a varied range of opportunities for people to volunteer and contribute to their communities. This includes work funded by the Department of Health for a volunteering project, which focused on improving health and well-being in our work with BME communities and with young people.

**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31ST MARCH 2018**

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**STRATEGIC REPORT**

**Achievement and performance**

*Charitable activities*

The Trust for Developing Communities (TDC) is a values driven community development charity with a strong track record of delivering grassroots community led solutions to tackle inequality in Brighton and Hove.

TDC's key work continues to be the delivery of community development support directly within neighbourhoods across the city. 2017-18 was a very strong year of delivery, as we supported over one thousand community members to contribute to over a hundred community groups. Our Community Development Workers, based within neighbourhoods, supported over 11,000 hours of volunteering within community groups and brought in £156k of additional funding, £38k in grants and £118k of in-kind support.

Our Citywide work to support community of identity groups across the city included work with ADHD Aware, BME 50+ Group, Community Buildings Network, Ethrag, Mosaic, No Holds Barred, Racial Harassment Forum, and the Sussex Peer to Peer Network.

Through the Healthy Neighbourhood Fund we supported community members to lead the process in awarding £28k to 84 community groups, in eleven areas, working to improve the health and well-being of people within neighbourhoods - which saw over 4,000 beneficiaries.

We greatly expanded our youth work during the year. TDC supported young people to lead successful campaigning to 'Protect Youth Services' and a new Youth Led Grants Programme was launched, by the Council. TDC successfully secured two new contracts, launching new youth work in the East of the City and growing our work in the North. Our community development work with young people features a mix of detached youth work and group based work; including specialist work with visually impaired young people, work on a Traveller site, sports clubs, bike workshops, a summer programme and more. The new programme replaced Brighton & Youth Collective funding, in which TDC have played a central role in a strong partnership, which was successfully concluded.

We delivered youth work in partnership with the Sussex Police and Crime Commissioner, and brought together our youth work and community development work to deliver inter-generational work to address significant anti-social behaviour in one neighbourhood. Additionally we delivered Health and Wellbeing Youth Work on behalf of Sussex Community Foundation NHS Trust, delivering both group work and one to one work; and delivered well-being work to support young people around Pride.

We worked in partnership with local business to deliver the Tech Trail as part of the Brighton Digital Festival - supporting young people from marginalised communities to increase their employability by visiting local digital companies and finding out about potential career paths. We also completed our year as the i360's first ever charity partner and thank them for their support.

Our Black and Minority Ethnic (BME) engagement work included work to support communities to contribute to local decision making on urban planning, employability, diabetes care, and exploring the intersections of ethnicity, culture, sexuality and gender expression. We have also supported RISE to enable their domestic violence work to more effectively reach people from BME communities and supported Impetus to examine how their Neighbourhood Care Scheme might work better for people from BME communities. We worked in partnership with Community Works to deliver an Equalities Symposium focusing on hardship and opportunity as faced, in particular, by individuals from BME communities and from the Deaf community. Our psychosocial work included running a large multi-partner health and well-being event for BME communities.

Over 800 older people benefited from TDC's adult social care funded work across the city, and we continued to deliver Dementia Friends training to a range of community groups.

TDC continued to deliver training and consultancy work, completing another tranche of our C-ODE community development training and we ran a range of bespoke courses for statutory and voluntary sector partners.

**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31ST MARCH 2018**

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**STRATEGIC REPORT**

**Financial review**

*Financial position - overview*

In 2017-18 TDC achieved £652,696 income and a surplus of £529. Our end of year position is an increase of £34,962 on unrestricted funds, raising our unrestricted reserves to £255,055 (2017: £220,093). Additionally we have £38,567 (2017: £73,000) in restricted reserves - leaving us with a total reserves position of £293,622 (2017: £293,093).

*Investment policy and objectives*

All TDC monies held in reserves are spread across different financial institutions that are covered by the £85,000 maximum Financial Services Compensation Scheme. We review the investment income from these funds regularly at Finance Sub Committee meetings and weigh this against speed of access to monies.

*Reserves policy*

The TDC reserves policy has remained consistent since 2009: "The Trustees believe that the reserves target should be sufficient for six months' expenditure." This would cover, if necessary, any redundancy payments due to employees, support to employees in finding alternative employment, terminating service contracts such as rent, telephone, broadband, etc. and a contingency sum for outstanding liabilities such as accountancy, audit and other professional costs, or obtaining alternative funding to continue TDC's work in whole or in part.

The Trustees continue to designate unrestricted funds to specific purposes including a Designated Redundancy Fund. No changes were made to our designated unrestricted funds during the year.

**Future plans**

Our home city of Brighton & Hove is a uniquely creative and progressive city, which faces many challenges - there are areas where 43% of our children live in poverty and life expectancy is nine years shorter; whilst across the city we have the fourth highest level of suicide in the country and the second highest number of people sleeping on our streets. This is not ok.

A new Chief Executive and Chair of Trustees in 2017 presented TDC with an opportunity to take stock of our strengths from a fresh perspective - and review how we can most effectively tackle inequality in our city for the future. Having successfully delivered a broad range of highly responsive grassroots community development and engagement work for eighteen years, TDC has built up strong trusting relationships with communities, commissioners and partners, an empowered and highly motivated team of staff and healthy reserves.

TDC aims to continue to develop as a dynamic, impactful and sustainable charity. We have the opportunity to further integrate the varied work we deliver and proactively pilot new approaches and innovative community led solutions. By showing that tackling inequality benefits everyone in the city of Brighton and Hove, we also aim to inspire people around the country and the whole world.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The Trust for Developing Communities (TDC) was incorporated as a company limited by guarantee on 3 March 2000 and received charitable status on 5 November 2004.

Its governing document is its Memorandum and Articles of Association dated 3 March 2000, as amended at an Extraordinary General Meeting held on 12 December 2002 and again as the General Meeting held on 20 October 2004 and 18th October 2016.

**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31ST MARCH 2018**

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**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Board Membership**

TDC would like to thank Trustees who stepped down during the year, in particular Grant Scott who is an exemplary role model through his journey from participant to community volunteer, to Chair of his local group, to TDC Trustee and concluding as Chair of the TDC Board. Professor Gail Findlay was appointed as our new Chair of Trustees, after being co-opted onto the Board in 2017 and elected as a full Trustee at our Annual General Meeting (AGM). Gail, a Brighton resident for over eighteen years, brings a wealth of experience from running the Well Communities programme at the University of East London, where she is Director of Health Improvement.

There is a range of skills represented on the Board, and a good mix of different sections of the community. The Trustees must consist of at least five and not more than 15 individuals. Each year TDC holds an AGM, with invitations sent to all Members and to a wide range of people and organisations with whom we work, where annual accounts and annual report are presented and there are elections for Trustees. One third of the Trustees must retire at each AGM, though may stand for re-election.

**Recruitment and Induction of Trustees**

Prospective Trustees undertake an application process, including attending Board meetings as an observer. Trustees then vote to co-opt suitable candidates onto the Board. Co-optees are then put forward for election by TDC's Members at the AGM. New Trustees undergo a thorough induction process which includes appropriate legal checks.

**Board Meetings and Sub-Committees**

The Board oversees the work of TDC, meeting at least four times a year, receiving reports from the staff and from its Sub-Committees. The Board offers both organisational support and scrutiny, sets policy, reviews reports on delivery and financial performance, agrees the annual budget and takes decisions on major matters.

In 2017-18 TDC operated three Sub-Committees: Personnel and Employment, Finance and Strategy. Minutes of sub-committee meetings were received by the Board and decisions taken in relation to their recommendations.

**Management and Staffing**

The Trustees delegate day to day decision making to the Chief Executive who is supported by an experienced and dedicated Management Team.

The Board would like to express their appreciation to Chris Whitwell, for his wise guidance whilst performing the role of Interim Chief Executive during the year, which included leading a thorough external recruitment process for a new Chief Executive. Trustees were delighted to appoint Athol Halle, who took up the post of Chief Executive in October 2017, who joined TDC after 11 successful years as Chief Executive of Groundswell, a charity which takes a community development approach to tackling homelessness. Athol has brought a fresh perspective and dynamism to TDC and has begun leading transformation work to review and update internal systems, further increase our impact and develop an ambitious and inspiring future vision.

The Board would like to pay tribute to our Management Team, who maintained such a high level of successful delivery, throughout a year of transition and to all our frontline staff for their dedication and skill.

**Remuneration**

Matters of recruitment and remuneration are overseen by TDC's Personnel and Employment Sub-committee who set rates of pay in reference to the NJC scales, and benchmarking with similar organisations.

**Relationships with Related Parties, including Key Partnerships**

Strong partnership working is key to the success of TDC - and we continue to work closely with a broad range of community groups, charities, statutory bodies, academic institutions and businesses to benefit communities.

**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31ST MARCH 2018**

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**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Risk management**

TDC's risk management strategy includes a regular thorough review of the risks that we may encounter. This informs the ongoing development of policies and procedures which serve to mitigate identified risks. We are proactive in addressing risk and have reporting systems that enable organisational response to be swift and effective.

The Trustees regularly consider the major risks to which TDC is potentially exposed and are confident that controls are in place to mitigate those risks. We pay particular attention to our work with vulnerable adults and children - ensuring we have robust safeguarding and child protection policies and procedures in place.

The Trustees have been proactive in developing a sustainable business model to ensure that our essential work with communities can continue to address need and can further increase its impact into the future.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

03939332

**Registered Charity number**

1106623

**Registered office**

Wavertree House  
Somerhill Road  
Hove  
East Sussex  
BN3 1RN

**Trustees**

Dr N Ashwell	
Mr. P F Bramwell	- resigned 10/4/2017
R Brown	
Mr. J H W Homewood	
Ms V Johnson	
Ms E P O'Leary	
Mr. G Scott	- resigned 20/11/2017
The Revd S J Terry	- resigned 24/7/2017
Ms L Carroll	
Ms N Gatenby	- resigned 22/9/2017
J L Shewell	- resigned 22/8/2017
Ms L A Williams	
Prof G Findlay	- appointed 24/7/2017

**Company Secretary**

Mrs A C Tyler

**Independent examiner**

John Thacker FCA DChA  
Chartered Accountant  
Chariot House Limited  
Chartered Accountants  
44 Grand Parade  
Brighton  
East Sussex  
BN2 9QA

**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31ST MARCH 2018**

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**REFERENCE AND ADMINISTRATIVE DETAILS**

**Bankers**

CAF Bank  
25 Kings Hill Avenue  
Kings Hill  
West Malling  
Kent  
ME19 4TA

**FUNDS HELD AS CUSTODIAN FOR OTHERS**

No funds are currently held as a custodian for other organisations.

**STATEMENT OF TRUSTEES RESPONSIBILITIES**

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity 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 charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 19th December 2018 and signed on the board's behalf by:

Prof G Findlay - Trustee



**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
THE TRUST FOR DEVELOPING COMMUNITIES (REGISTERED NUMBER: 03939332)**

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**Independent examiner's report to the trustees of The Trust for Developing Communities ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31st March 2018.

**Responsibilities and basis of report**

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

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

**Independent examiner's statement**

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of Chartered Accountant which is one of the listed bodies

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

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

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

John Thacker FCA DChA  
Chartered Accountant  
Chariot House Limited  
Chartered Accountants  
44 Grand Parade  
Brighton  
East Sussex  
BN2 9QA

19th December 2018

**THE TRUST FOR DEVELOPING COMMUNITIES**

**STATEMENT OF FINANCIAL ACTIVITIES  
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31ST MARCH 2018**

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	Notes	Unrestricted funds £	Restricted funds £	2018 Total funds £	2017 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	25,725	1,560	27,285	12,577
<b>Charitable activities</b>	5				
Community benefit		-	543,768	543,768	500,701
Other trading activities	3	17,854	60,493	78,347	139,464
Investment income	4	3,296	-	3,296	4,767
<b>Total</b>		<u>46,875</u>	<u>605,821</u>	<u>652,696</u>	<u>657,509</u>
<b>EXPENDITURE ON</b>					
Raising funds	6	797	11,718	12,515	4,346
<b>Charitable activities</b>	7				
Community benefit		723	635,324	636,047	582,060
Support costs		3,605	-	3,605	3,907
<b>Total</b>		<u>5,125</u>	<u>647,042</u>	<u>652,167</u>	<u>590,313</u>
<b>NET INCOME/(EXPENDITURE)</b>		<u>41,750</u>	<u>(41,221)</u>	<u>529</u>	<u>67,196</u>
<b>Transfers between funds</b>	15	<u>(6,788)</u>	<u>6,788</u>	<u>-</u>	<u>-</u>
<b>Net movement in funds</b>		<u>34,962</u>	<u>(34,433)</u>	<u>529</u>	<u>67,196</u>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<u>220,093</u>	<u>73,000</u>	<u>293,093</u>	<u>225,897</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>255,055</u></u>	<u><u>38,567</u></u>	<u><u>293,622</u></u>	<u><u>293,093</u></u>

The notes form part of these financial statements

**THE TRUST FOR DEVELOPING COMMUNITIES (REGISTERED NUMBER: 03939332)**

**BALANCE SHEET**  
**AT 31ST MARCH 2018**

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	Notes	Unrestricted funds £	Restricted funds £	2018 Total funds £	2017 Total funds £
<b>CURRENT ASSETS</b>					
Debtors	13	14,562	-	14,562	6,723
Cash at bank and in hand		288,149	38,566	326,715	329,873
		<u>302,711</u>	<u>38,566</u>	<u>341,277</u>	<u>336,596</u>
<b>CREDITORS</b>					
Amounts falling due within one year	14	(47,655)	-	(47,655)	(43,503)
		<u>255,056</u>	<u>38,566</u>	<u>293,622</u>	<u>293,093</u>
<b>NET CURRENT ASSETS</b>					
		<u>255,056</u>	<u>38,566</u>	<u>293,622</u>	<u>293,093</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		<u>255,056</u>	<u>38,566</u>	<u>293,622</u>	<u>293,093</u>
<b>NET ASSETS</b>					
		<u>255,056</u>	<u>38,566</u>	<u>293,622</u>	<u>293,093</u>
<b>FUNDS</b>					
Unrestricted funds	15			255,056	220,093
Restricted funds				38,566	73,000
				<u>293,622</u>	<u>293,093</u>
<b>TOTAL FUNDS</b>					
				<u>293,622</u>	<u>293,093</u>

The notes form part of these financial statements

**THE TRUST FOR DEVELOPING COMMUNITIES (REGISTERED NUMBER: 03939332)**

**BALANCE SHEET - CONTINUED**  
**AT 31ST MARCH 2018**

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The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st March 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st March 2018 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

The financial statements were approved by the Board of Trustees on 19th December 2018 and were signed on its behalf by:

Prof G Findlay -Trustee

The notes form part of these financial statements

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**THE TRUST FOR DEVELOPING COMMUNITIES**

**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31ST MARCH 2018**

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	Notes	2018 £	2017 £
<b>Cash flows from operating activities:</b>			
Cash generated from operations	1	(6,454)	23,628
<b>Net cash provided by (used in) operating activities</b>		<u>(6,454)</u>	<u>23,628</u>
<b>Cash flows from investing activities:</b>			
Interest received		3,296	4,767
<b>Net cash provided by (used in) investing activities</b>		<u>3,296</u>	<u>4,767</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>(3,158)</u>	<u>28,395</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>329,873</u>	<u>301,478</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>326,715</u></u>	<u><u>329,873</u></u>

The notes form part of these financial statements

**THE TRUST FOR DEVELOPING COMMUNITIES**

**NOTES TO THE CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31ST MARCH 2018**

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**1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2018	2017
	£	£
<b>Net income/(expenditure) for the reporting period (as per the statement of financial activities)</b>	529	67,196
<b>Adjustments for:</b>		
Interest received	(3,296)	(4,767)
(Increase)/decrease in debtors	(7,839)	963
Increase/(decrease) in creditors	4,152	(39,764)
	<hr/>	<hr/>
<b>Net cash provided by (used in) operating activities</b>	<b>(6,454)</b>	<b>23,628</b>
	<hr/> <hr/>	<hr/> <hr/>

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future and on that basis the charity is considered to be a going concern.

**Reconciliation with previous generally accepted accounting principles**

In preparing the accounts the trustees have considered whether in applying the accounting policies required by FRS102 and the Charities SORP FRS102 the restatement of comparative items was required. No restatement of comparative items was required.

**Income**

All income is recognised in the Statement of Financial Activities (SOFA) once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Income from donations is accounted for as received by the charity. The income from fundraising ventures is shown gross, with associated costs included in fundraising costs. The value of voluntary work is not included in the financial statements.

Grants are recognised in full in the SOFA in the year in which they are receivable. Grants for the purchase of fixed assets are credited to restricted income when they are receivable. Where the use of the asset is restricted, depreciation is charged against the restricted fund. Where the use of the asset is not restricted it is transferred to the general fund.

Other income, including investment income, is recorded on an accruals basis.

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

**Taxation**

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

**THE TRUST FOR DEVELOPING COMMUNITIES**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2018**

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**1. ACCOUNTING POLICIES - continued**

**Fund accounting**

The charity has various types of funds for which it is responsible.

Unrestricted Funds - these funds are for use on the general charitable objectives of the charity.

Restricted Funds - these funds are for use as directed by the donor.

Designated Funds - these are funds which the Board of the charity, rather than the donor, has designated as being for specific purposes.

**Pension scheme**

The charity offers all staff regardless of income the option to join the Aegon group pension scheme. The employer currently pays 6%.

**2. DONATIONS AND LEGACIES**

	2018	2017
	£	£
Donations	7,912	2,452
Grants	19,373	10,125
	<u>27,285</u>	<u>12,577</u>

Grants received, included in the above, are as follows:

	2018	2017
	£	£
Brighton & Hove City Council Grant	-	10,000
Core Funding - Third Sector Investment Programme (TSIP) - BHCC	19,373	-
Small and other grants	-	125
	<u>19,373</u>	<u>10,125</u>

**3. OTHER TRADING ACTIVITIES**

	2018	2017
	£	£
Fees	34,413	42,953
Contracts for Services	43,934	96,461
Miscellaneous income	-	50
	<u>78,347</u>	<u>139,464</u>

**4. INVESTMENT INCOME**

	2018	2017
	£	£
Deposit account interest	<u>3,296</u>	<u>4,767</u>



**THE TRUST FOR DEVELOPING COMMUNITIES**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2018**

**5. INCOME FROM CHARITABLE ACTIVITIES**

		2018	2017
	<b>Activity</b>	£	£
Grants	Community benefit	<u>543,768</u>	<u>500,701</u>

Grants received, included in the above, are as follows:

	2018	2017
	£	£
Adult Social Care - BHCC	54,854	57,202
Community Development: TSIP - BHCC	207,700	226,700
BBC Children in Need	16,806	13,080
Friends of Downlands	4,200	3,840
Sussex Police and Crime Commission Fund	4,102	2,000
Community Engagement: TSIP - BHCC	52,398	51,782
Small and other grants	5,538	3,400
Healthy Neighbourhood Fund: TSIP - BHCC	37,450	38,610
Department of Health - HSCVF Grant	16,344	16,348
Brighton and Hove Youth Collective/ Youth Grants Programme	118,614	87,739
Sussex Community Foundation Trust	15,679	-
Big Lottery Fund	7,125	-
Impetus Neighbourhood Care Scheme	1,761	-
Bangladeshi Womens Group	1,197	-
	<u>543,768</u>	<u>500,701</u>

**6. RAISING FUNDS**

**Raising donations and legacies**

	2018	2017
	£	£
Costs of Generating Funds	<u>12,515</u>	<u>4,346</u>

**7. CHARITABLE ACTIVITIES COSTS**

These costs are those associated in the delivery of the primary purpose of the charity - community benefit.

**8. SUPPORT COSTS**

Support costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements including board and meeting expenses.

**9. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	2018	2017
	£	£
Independent Examination	<u>2,000</u>	<u>2,000</u>

**THE TRUST FOR DEVELOPING COMMUNITIES**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2018**

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**10. TRUSTEES' REMUNERATION AND BENEFITS**

No Trustees or connected persons received any remuneration during the year.

**Trustees' expenses**

Reimbursement of expenses incurred by Trustees amounted to £524 (2017: £552), in respect of travelling costs claimed by 5 (2017: 4) Trustees.

**11. STAFF COSTS**

During the year the charity employed 30 (previous year : 29) members of staff, most of whom were part-time, and three of whom were employed for less than a whole year.

No members of staff received emoluments of £60,000 or more in the year.

When calculated on the basis of full time equivalents this number equates to about 17 (previous year : 17).

The aggregate payroll costs in respect of these employees were :

Wages and salaries (gross pay ) £418,803 (2017 £399,233).

Social Security Costs £33,124 (2017 £30,375).

Pension Costs £24,346 (2017 £20,345).

The charity considers its key management personnel to be the Chief Executive Officer and the Management Team. The total amount of remuneration and benefits paid to its key management personnel was £123,761 (2017 £120,335).

**12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	12,577	-	12,577
<b>Charitable activities</b>			
Community benefit	-	500,701	500,701
Other trading activities	8,114	131,350	139,464
Investment income	4,767	-	4,767
<b>Total</b>	<b>25,458</b>	<b>632,051</b>	<b>657,509</b>
<b>EXPENDITURE ON</b>			
Raising funds	2,595	1,751	4,346
<b>Charitable activities</b>			
Community benefit	30,725	551,335	582,060
Support costs	3,907	-	3,907
<b>Total</b>	<b>37,227</b>	<b>553,086</b>	<b>590,313</b>
<b>NET INCOME/(EXPENDITURE)</b>	<b>(11,769)</b>	<b>78,965</b>	<b>67,196</b>
<b>Transfers between funds</b>	<b>6,966</b>	<b>(6,966)</b>	<b>-</b>

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**THE TRUST FOR DEVELOPING COMMUNITIES**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2018**

**12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>Net movement in funds</b>	(4,803)	71,999	67,196
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	224,897	1,000	225,897
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>220,094</u>	<u>72,999</u>	<u>293,093</u>

**13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018 £	2017 £
Trade debtors	7,520	1,765
Other debtors	400	1,449
Prepayments and accrued income	6,642	3,509
	<u>14,562</u>	<u>6,723</u>

**14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018 £	2017 £
Trade creditors	7,530	2,232
Social security and other taxes	8,548	9,064
Other creditors	5,620	2,447
Deferred Income	23,500	22,227
Accrued expenses	2,457	7,533
	<u>47,655</u>	<u>43,503</u>

**THE TRUST FOR DEVELOPING COMMUNITIES****NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2018****15. MOVEMENT IN FUNDS**

	At 1/4/17 £	Net movement in funds £	Transfers between funds £	At 31/3/18 £
<b>Unrestricted funds</b>				
General fund	141,906	41,751	(6,788)	176,869
Bevendean Community Building (designated)	7,487	-	-	7,487
Redundancy Fund (designated)	45,700	-	-	45,700
IT Fund (designated)	15,000	-	-	15,000
Youth Work (designated)	10,000	-	-	10,000
	<u>220,093</u>	<u>41,751</u>	<u>(6,788)</u>	<u>255,056</u>
<b>Restricted funds</b>				
Bevendean CD Project	-	237	(237)	-
Bevendean Community Building	1,000	-	-	1,000
BME Engagement	4,000	(1,623)	-	2,377
BME Psychosocial	3,000	170	-	3,170
Citywide	-	5,569	-	5,569
Consolidated Youth Work	25,000	(8,729)	-	16,271
Dementia Project	-	(1,391)	1,391	-
Hollingdean & Saunders Park CD Project	10,000	(8,519)	-	1,481
Locally Based Activities for Older People	-	3,939	-	3,939
Moulsecomb and Bates CD Project	10,000	(9,406)	(594)	-
Peacehaven Downlands Project	-	817	(817)	-
Queens Park and Craven Vale CD Project	-	(2,253)	2,253	-
South Portslade & Portland Road CD Project	-	(13)	13	-
Tarner and Eastern Road CD Project	-	(311)	311	-
Patient Participation	10,000	(9,641)	(359)	-
Department of Health HSCVF Grant	-	(1,083)	1,083	-
C-ODE	10,000	(7,738)	2,497	4,759
The Big Lottery	-	(1,247)	1,247	-
	<u>73,000</u>	<u>(41,222)</u>	<u>6,788</u>	<u>38,566</u>
<b>TOTAL FUNDS</b>	<u>293,093</u>	<u>529</u>	<u>-</u>	<u>293,622</u>

**THE TRUST FOR DEVELOPING COMMUNITIES**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2018**

**15. MOVEMENT IN FUNDS - continued**

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	46,875	(5,124)	41,751
<b>Restricted funds</b>			
Bevendean CD Project	21,900	(21,663)	237
BME Engagement	40,078	(41,701)	(1,623)
BME Psychosocial	38,258	(38,088)	170
Citywide	25,500	(19,931)	5,569
Consolidated Youth Work	158,952	(167,681)	(8,729)
Dementia Project	10,000	(11,391)	(1,391)
Hollingdean & Saunders Park CD Project	38,440	(46,959)	(8,519)
Locally Based Activities for Older People	38,011	(34,072)	3,939
Moulsecoomb and Bates CD Project	35,507	(44,913)	(9,406)
Peacehaven Downlands Project	4,200	(3,383)	817
Queens Park and Craven Vale CD Project	29,840	(32,093)	(2,253)
South Portslade & Portland Road CD Project	29,610	(29,623)	(13)
Tarner and Eastern Road CD Project	39,000	(39,311)	(311)
Patient Participation	19,250	(28,891)	(9,641)
Department of Health HSCVF Grant	16,344	(17,427)	(1,083)
C-ODE	(450)	(7,288)	(7,738)
BBC Children in Need	16,806	(16,806)	-
Healthy Neighbourhood Fund TSIP - BHCC	37,450	(37,450)	-
The Big Lottery	7,125	(8,372)	(1,247)
	<u>605,821</u>	<u>(647,043)</u>	<u>(41,222)</u>
<b>TOTAL FUNDS</b>	<u><u>652,696</u></u>	<u><u>(652,167)</u></u>	<u><u>529</u></u>

**THE TRUST FOR DEVELOPING COMMUNITIES****NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2018****15. MOVEMENT IN FUNDS - continued****Comparatives for movement in funds**

	At 1/4/16 £	Net movement in funds £	Transfers between funds £	At 31/3/17 £
<b>Unrestricted Funds</b>				
General fund	151,796	(10,564)	674	141,906
Bevendean Community Building (designated)	8,693	(1,206)	-	7,487
Redundancy Fund (designated)	34,674	-	11,026	45,700
IT Fund (designated)	15,000	-	-	15,000
WICO Development Fund (designated)	14,734	-	(14,734)	-
Youth Work (designated)	-	-	10,000	10,000
	<u>224,897</u>	<u>(11,770)</u>	<u>6,966</u>	<u>220,093</u>
<b>Restricted Funds</b>				
Bevendean CD Project	-	1,126	(1,126)	-
Bevendean Community Building	1,000	-	-	1,000
BME Engagement	-	6,927	73	7,000
BME Psychosocial	-	1,036	(1,036)	-
Citywide	-	3,491	(3,491)	-
Consolidated Youth Work	-	26,656	(1,656)	25,000
Hollingdean & Saunders Park CD Project	-	12,595	(2,595)	10,000
Locally Based Activities for Older People	-	287	(287)	-
Moulsecoomb and Bates CD Project	-	10,668	(668)	10,000
Peacehaven Downlands Project	-	829	(829)	-
Queens Park and Craven Vale CD Project	-	975	(975)	-
South Portslade & Portland Road CD Project	-	2,053	(2,053)	-
Tarner and Eastern Road CD Project	-	944	(944)	-
GP Accessibility	-	1,000	(1,000)	-
Outreach Health Checks	-	(101)	101	-
Patient Participation	-	12,568	(2,568)	10,000
Horsdean Consolidated Youth Work	-	(982)	982	-
Department of Health HSCVF Grant	-	1,564	(1,564)	-
C-ODE	-	(4,172)	14,172	10,000
Consolidated Youth Work - Look Sussex	-	1,459	(1,459)	-
Dementia Action Alliance	-	261	(261)	-
BBC Children in Need	-	(218)	218	-
	<u>1,000</u>	<u>78,966</u>	<u>(6,966)</u>	<u>73,000</u>
<b>TOTAL FUNDS</b>	<u>225,897</u>	<u>67,196</u>	<u>-</u>	<u>293,093</u>

**THE TRUST FOR DEVELOPING COMMUNITIES****NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2018****15. MOVEMENT IN FUNDS - continued**

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	25,458	(36,022)	(10,564)
Bevendean Community Building (designated)	-	(1,206)	(1,206)
	<u>25,458</u>	<u>(37,228)</u>	<u>(11,770)</u>
<b>Restricted funds</b>			
Bevendean CD Project	21,050	(19,924)	1,126
BME Engagement	44,380	(37,453)	6,927
BME Psychosocial	37,026	(35,990)	1,036
Citywide	23,500	(20,009)	3,491
Consolidated Youth Work	106,920	(80,264)	26,656
Hollingdean & Saunders Park CD Project	38,440	(25,845)	12,595
Locally Based Activities for Older People	38,078	(37,791)	287
Moulsecoomb and Bates CD Project	30,710	(20,042)	10,668
Peacehaven Downlands Project	3,840	(3,011)	829
Queens Park and Craven Vale CD Project	29,340	(28,365)	975
South Portslade & Portland Road CD Project	29,610	(27,557)	2,053
Tarner and Eastern Road CD Project	37,500	(36,556)	944
GP Accessibility	2,000	(1,000)	1,000
Outreach Health Checks	37,492	(37,593)	(101)
Patient Participation	66,467	(53,899)	12,568
Horsdean Consolidated Youth Work	2,500	(3,482)	(982)
Department of Health HSCVF Grant	16,348	(14,784)	1,564
C-ODE	18,240	(22,412)	(4,172)
Consolidated Youth Work - Look Sussex	5,000	(3,541)	1,459
Dementia Action Alliance	5,000	(4,739)	261
Healthy Neighbourhood Fund TSIP - BHCC	38,610	(38,610)	-
BBC Children in Need	-	(218)	(218)
	<u>632,051</u>	<u>(553,085)</u>	<u>78,966</u>
<b>TOTAL FUNDS</b>	<u>657,509</u>	<u>(590,313)</u>	<u>67,196</u>

**16. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31st March 2018.

**THE TRUST FOR DEVELOPING COMMUNITIES**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31ST MARCH 2018**

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**17. FUNDS**

The purpose of each restricted fund was as follows :

Community Development: 'CD Projects': Bevendean, Hollingdean & Saunders Park, Moulsecoomb and Bates, Queens Park and Craven Vale, South Portslade & Portland Road, Tarner and Eastern Road.

TDC continue to develop and support a range of community organisations in each of these neighbourhoods as funded by the Third Sector Investment Programme of Brighton & Hove City Council (TSIP BHCC).

**BME Engagement**

To facilitate effective engagement across the city with marginalised Black and Minority Ethnic groups and communities to contribute to council decision making. Commissioned through TSIP BHCC, including funding from the Clinical Commissioning Group (CCG).

**BME Psychosocial**

To improve the mental health management and well-being of BME communities across the city through building relations with mental health services and engaging with members of BME communities. Commissioned by BHCC and the CCG.

**Citywide**

To deliver flexible community development support to community based organisations across the city. Commissioned through TSIP BHCC.

**Consolidated Youth Work**

Up to October working across four small areas in partnership with Brighton & Hove Youth Collective members to deliver youth work through group activities and projects. Commissioned by BHCC. Then from October TDC were re-commissioned to deliver youth work in two larger areas in both the North and East of the city.

**Dementia Project**

Working with Age UK and the Dementia Action Alliance partnership to deliver dementia friends training to raise awareness and to support people experiencing dementia in the city.

**Locally Based Activities for Older People**

To deliver community development work with older people.

**Peacehaven Downlands Project**

Delivering community development work with older people in Downlands Court in Peacehaven.

**Patient Participation CD Project**

To increase participation in GP surgery Patient Participation groups and representative engagement in health matters.

**Department of Health HSCVF Grant**

To improve health and care through neighbourhood community activity and volunteering to tackle loneliness.

**C-ODE**

TDC's accredited training course in community development (Community - Organisations, Development and Engagement).

**BBC Children in Need**

A grant to deliver youth work in our neighbourhoods with children and young adults.

**Healthy Neighbourhood Fund TSIP- BHCC**

We support community organisations to distribute funds from Public Health to groups engaged in activities that improve the health of people in their communities.



**THE TRUST FOR DEVELOPING COMMUNITIES**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**  
**FOR THE YEAR ENDED 31ST MARCH 2018**

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**17. FUNDS**

The Big Lottery

Completing the project to celebrate 50 years of the 67 Brighton Youth Centre.

**18. STATUTORY INFORMATION**

The Trust for Developing Communities is a company limited by guarantee.

In accordance with clause 7 of its Memorandum of Association every member of the charity undertakes to contribute such an amount as may be required (not exceeding £1) to the charity's assets if it should be wound up while he or she is a member or within one year after he or she ceases to be a member.

The Registered Office Address and Registered Number can be found in the 'Reference and Administrative Details' section of the Report of the Trustees.