

CROYDON COMMITMENT LIMITED

**REPORT AND UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

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CROYDON COMMITMENT LIMITED
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FOR THE YEAR ENDED 31 DECEMBER 2011

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CROYDON COMMITMENT LIMITED**1****LEGAL AND ADMINISTRATIVE DETAILS****INCORPORATION**

The charitable company is limited by Guarantee and was incorporated on 5 June 2007. It is governed by its Memorandum and Articles of Association.

COMPANY REGISTRATION NUMBER

06269709

CHARITY REGISTRATION NUMBER

1122878

OBJECTS

The charitable company was established to promote the voluntary sector for the benefit of the public in Croydon and the surrounding area.

REGISTERED OFFICE ADDRESS

c/o Chantrey Vellacott DFK
Saffron House
15 Park Street
Croydon CRO 1YD

DIRECTORS

J Dakin
J E D Hill
S Phaure
M E Gillett
S Yeatman

SECRETARY

J E D Hill

BANKERS

NatWest
40 Whitgift Centre
Croydon
Surrey CR9 3BQ

INDEPENDENT EXAMINER

Chantrey Vellacott DFK LLP
Saffron House
15 Park Street
Croydon CRO 1YD

CROYDON COMMITMENT LIMITED

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REPORT OF THE DIRECTORS**For the year ended 31 December 2011**

The Directors present their report on the affairs of the charitable company together with the accounts for the above year

Directors

The directors of the charitable company during the year were

J Dakin
J E D Hill
S Phaure
M E Gillett
S Yeatman
C J Johnstone (resigned 16/05/11)
C Woodley (resigned 06/06/11)

The directors, as members of the charitable company, undertake to contribute to the company £1 in the event of the company being wound up and having debts and liabilities, which it cannot meet from its assets

Directors' responsibilities

Company law requires the directors to prepare financial statements which give a true and fair view of the state of affairs of the charitable company at the end of its financial period and of the net movement in funds of the company for the period then ended. In preparing those financial statements, the directors are required to

- Select suitable accounting policies and apply them consistently,
- Make judgements and estimates that are reasonable and prudent,
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors 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

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

Structure, governance and management

The company is limited by guarantee

The governing document is the memorandum and articles of association

The methods adopted for the recruitment and appointment of new directors is by invitation only in full agreement of the board

CROYDON COMMITMENT LIMITED

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REPORT OF THE DIRECTORS**For the period ended 31 December 2011****Objectives and activities**

The objects of the charity are to promote the voluntary sector for the benefit of the public in Croydon and the surrounding area. The voluntary sector refers to charities and voluntary organisations and does not refer to local government or other statutory authorities.

The main activities undertaken in relation to those objects are fundraising activities staged for the benefit of other charities including charity balls, comedy benefits, competitions etc and local community involvement projects with staff from local companies in Croydon and local charities.

The charity is supported in this endeavour by its subsidiary undertaking Croydon Commitment Events Limited, which organises fundraising events. This company was incorporated on 11 September 2007 and started trading on 28 September 2007. The subsidiary's accounts have been made up to 31 December 2011. Its entire surpluses have been transferred to the parent charity by way of gift aid. No consolidated accounts have been prepared.

Achievements and Performance

In reviewing the position of the organisation over the last accounting year, the Directors are satisfied with the overall performance of the charity. Cross sector economic pressures continue to have an impact on our operational environment, however we have maintained performance in line with our expectations. Careful monitoring and management of the financial resources available have ensured that The Charity continues to operate within the predicted parameters. We feel the report and accounts are a true reflection of the charity's receipts for the financial year and that the income generated has met with our cautious financial forecasts.

The early part of 2011 saw the charity's efforts continue to focus upon maximising the fundraising opportunity afforded by the Croydon Grassroots Trust Fund established in 2009. This work has seen significant sums generated with the aim of providing an ongoing legacy to support projects in the community over the longer term.

Since 2009 the charity has raised approximately £436,000, including matched funding monies provided by the Office for the Third Sector. As the charity moves into 2012, we will look to establish a robust process for the awarding of grant monies to local organisations to assist in their delivery of valuable projects and initiatives. It is hoped that this will help in the support of vital services to many of the disenfranchised of the borough.

As we look to 2012 and beyond, we will continue to evolve our corporate social responsibility programme and further engage with the community. By building on our previous efforts we have seen significant growth in the practical support the charity has been able to provide to other charities and projects throughout Croydon. Having reviewed our fundraising activity, we will look to diversify our well established fund raising events during 2012. In addition to the Croydon Charity Ball and Croydon 100 Challenge we hope to stage other interesting and engaging fundraising events to assist in our delivery of meaningful community support. By broadening our Corporate Social Responsibility programme, it is our desire to further deepen our community involvement. Our goal is to expand where it is judged to be prudent and continue to meet our conservative financial expenditure targets.

Despite the prospect of little cross sector financial recovery in the early part of 2012, we remain confident of meeting our financial and social obligations by the year end. It is felt that continued work with our existing member companies in partnership with key community stakeholders will ensure the charity delivers significant assistance to the borough.

**REPORT OF THE DIRECTORS (cont'd)
FOR THE PERIOD ENDED 31 December 2011**

Financial Review

Croydon Commitment has a policy regarding the level of reserves held at any one time in the bank, and this is that the amount of money held on reserve is a minimum of six month's of the charity's running costs. This in real terms currently amounts to £35,000 being held in the bank account and guarantees that the charity may still operate for at least that period if financial difficulties ensue. This requirement was almost satisfied as at 31 December 2011, after including funds held by our subsidiary which were due to the parent charity. We feel this is a responsible action on our part and is in accordance with guidelines laid down by the charities commission.

The directors have taken advantage, in the preparation of their Report, of the special exemptions applicable to small companies conferred by Part 15 of the Companies Act 2006. In the directors' opinion the company is entitled to those exemptions.

Approved by the Board of Directors on 21-9-12 and signed on their behalf by



J E D Hill
Director

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES ON THE
UNAUDITED ACCOUNTS OF CROYDON COMMITMENT LIMITED
For the year ended 31 December 2011**

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I report on the accounts of the company for the year ended 31 December 2011, which are set out on pages 6 to 11

Respective responsibilities of trustees and examiner

As described on page 2 the company's directors (who also act as trustees for the charitable activities of the company) are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity's gross income exceeded £25,000 and I am qualified to undertake the examination.

Having satisfied myself that the charity is not subject to an audit under company law and is eligible for an 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

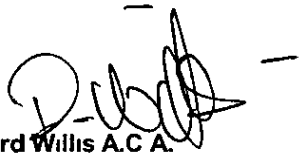
In connection with my examination, no matter has come to my attention

(1) which gives me reasonable cause to believe that in any material respect the requirements

- to keep accounting records in accordance with section 386 of the Companies Act 2006, and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice Accounting and Reporting by Charities

have not been met, or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached


Richard Willis A.C.A.
CHANTREY VELLACOTT DFK LLP
Chartered Accountants
CROYDON

25-9-12...

STATEMENT OF FINANCIAL ACTIVITIES
For the year ended 31 December 2011

	Notes	Unrestricted funds 2011 £	Restricted funds 2011 £	Total 2011 £	Total 2010 £
Incoming resources					
Incoming resources from generated funds					
- Voluntary income		35,375	-	35,375	30,123
- Activities for generating funds		31,588	-	31,588	29,080
- Investment income					
- Interest receivable		-	-	-	-
- Gift aid from subsidiary		46,782	-	46,782	46,977
Incoming resources from charitable activities		-	-	-	-
Other incoming resources		-	-	-	-
Total incoming resources		113,745	-	113,745	106,180
Resources expended					
Costs of generating funds		68,745	-	68,745	60,915
Charitable activities		50,000	-	50,000	61,307
Governance costs		881	-	881	881
Other resources expended		-	-	-	-
Total resources expended	2	119,626	-	119,626	123,103
Net outgoing resources before transfers		(5,881)	-	(5,881)	(16,923)
Transfers		-	-	-	-
Other recognised gains/ losses		-	-	-	-
Net movement in funds		(5,881)	-	(5,881)	(16,923)
Reconciliation of funds					
Total funds brought forward		48,436	-	48,436	65,359
Total funds carried forward at 31 December 2011		42,555	-	42,555	48,436

The charitable company has no recognised gains and losses other than those included above and therefore no separate statement of total recognised gains and losses has been presented

There is no difference between the deficit shown above and their historical cost equivalents

All operations are continuing

The notes on pages 8 to 11 form an integral part of these financial statements

BALANCE SHEET

As at 31 December 2011

	Notes	£	2011 £	£	2010 £
Fixed assets					
Investments	3		100		100
Current assets					
Debtors	4	24,752		32,875	
Cash at bank and in hand		<u>22,185</u>		<u>15,461</u>	
		46,937		48,336	
Liabilities amounts falling due within one year	5	<u>(4,482)</u>		<u>-</u>	
Net current assets			42,455		48,336
Total assets less current liabilities			<u>42,555</u>		<u>48,436</u>
Funds					
Restricted funds	6		-		-
Unrestricted funds	7				
Designated funds			-		-
General funds			42,555		48,436
Total funds			<u>42,555</u>		<u>48,436</u>

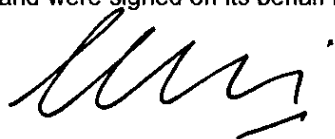
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 394 and 395, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

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

These financial statements were approved and authorised for issue by the Directors on 21-9-12 and were signed on its behalf by



J E D Hill
Director

Company Registration Number 06269709

The notes on pages 8 to 11 form an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2011

1 ACCOUNTING POLICIES

a) Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards

The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP 2005) 'Accounting and Reporting by Charities' issued by the Charity Commission. Where the format of the information required by the Statement conflicts with the Companies Act 2006 the former Statement takes precedence in order to give a true and fair view

b) Basis of consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a small-sized group. The company has therefore taken advantage of the exemption provided by Section 398 of the Companies Act 2006 not to prepare group accounts

c) Incoming resources

Income represents amounts derived wholly from the charitable company's principal activity all arising within the UK

Voluntary income, including grants, donations, income and investment income is accounted for when receivable. Income for the provision of services received in advance is deferred until the charity becomes entitled to the income

Grant income is recognised when receivable which has the effect of not matching grant income with the relevant expenditure. It is for this reason that grant income may fluctuate year on year

d) Resources expended

Expenditure is recognised on an accruals basis

The cost of generating funds is fundraising expenditure incurred by the Charity in respect of voluntary income and income from fundraising activities. The expenditure includes direct staff costs and support costs

Charitable activities expenditure includes activities identifiable as wholly or mainly in support of the objectives of the Charity. Grants are recognised as committed

Governance costs are those costs relating to compliance with constitutional and statutory requirements and the structure and governance review

e) Status

Croydon Commitment Limited is a registered charity, No 1122878, and is exempt from income and capital gains tax under the provisions of Section 505 of the Income and Corporation Taxes Act 1988 and Section 145(1) of the Capital Gains Tax Act 1979

f) Fund accounting

Restricted funds comprise unexpended balances of donations and grants held on trust to be applied for specific purposes

Designated funds comprise funds which have been set aside at the discretion of the directors for specific purposes

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2011

1 ACCOUNTING POLICIES (continued)

f) Fund accounting (continued)

General funds comprise the accumulated net movement in funds on income and expenditure. They are available for use at the discretion of the directors in furtherance of the general objectives of the charity.

2 RESOURCES EXPENDED

	Staff costs 2011 £	Other costs 2011 £	Support costs 2011 £	Total 2011 £	Total 2010 £
Costs of generating funds					
Costs of generating voluntary income	60,959	-	7,786	68,745	60,915
Fundraising trading cost of goods sold and other costs	-	-	-	-	-
Investment management costs	-	-	-	-	-
Charitable activities					
Donations and grants made	-	50,000	-	50,000	61,307
Governance costs					
Accountancy fees	-	-	881	881	881
	60,959	50,000	8,667	119,626	123,103

Included under support costs are total fees payable to the Independent Examiner of £5,544 (2010 4,988) in respect of the Independent Examination and other non audit services

	Total 2011 £	Total 2010 £
Staff costs		
Wages and salaries	55,222	45,165
Social Security costs	5,737	4,332
	60,959	49,497

During the year under review there were 2 full time employees. The directors do not receive any remuneration.

CROYDON COMMITMENT LIMITED

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NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2011

3 FIXED ASSET INVESTMENTS

	Total 2011 £	Total 2010 £
Shares in group undertakings at cost		
100 % of the issued share capital of Croydon Commitment Events Limited	100	100
	<u>100</u>	<u>100</u>

Croydon Commitment Events Ltd (a company incorporated in England and Wales) undertakes fundraising activities on behalf of Croydon Commitment Ltd. Its entire surplus has been transferred to the parent charity by way of gift aid. The subsidiary's accounts have been made up to 31 December 2011. Turnover for 2011 was £69,122 (2010 £72,026) and net assets were £100 (2010 £100). Consolidated accounts have not been prepared.

4 DEBTORS

	2011 £	2010 £
Croydon Commitment Events Limited	19,002	32,875
Trade debtors	5,750	-
	<u>24,752</u>	<u>32,875</u>

5 CREDITORS

	2011 £	2010 £
Taxation and Social Security	1,657	-
Accruals and deferred income	2,825	-
	<u>4,482</u>	<u>-</u>

6 RESTRICTED FUNDS

There are no restricted funds

7 UNRESTRICTED FUNDS

	2011 £	2010 £
At 1 January 2011	48,436	65,359
Net movement in funds	(5,881)	(16,923)
At 31 December 2011	<u>42,555</u>	<u>48,436</u>

The allocation of unrestricted income funds into a designated fund is at the discretion of the directors

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year to 31 December 2011

8 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Fixed Assets	Net current assets	Total 2011 £	Total 2010 £
Investments	100	-	100	100
Unrestricted funds	-	42,455	42,455	48,336
At 31 December 2011	100	42,455	42,555	48,436

9 RECONCILIATION OF MOVEMENT IN FUNDS

	2011 £	2010 £
At 1 January 2011	48,436	65,359
Net movement in funds	(5,881)	(16,923)
At 31 December 2011	42,555	48,436

10 RELATED PARTY TRANSACTIONS

During the year the company received gift aid donations from Croydon Commitment Events Ltd, a 100% owned subsidiary of £46,782 (2010 £46,977) At the balance sheet date Croydon Commitment Events Ltd owed the company £19,002 (2010 £32,875)

During the year expenses incurred by C J Johnstone, one of the directors, on behalf of Croydon Commitment Ltd were re-imbursed by the company These totalled £nil (2010 £94)

During the year, recruitment fees were paid to Catherine Johnstone Recruitment Ltd One of the directors of this company is C J Johnstone, a director of Croydon Commitment Ltd These fees amounted to £900 (2010 – £2,644)

During the year donations totalling £50,000 (2010 £59,168) were made to the Croydon Grassroots Trust This fund is ultimately controlled in partnership by The Capital Community Foundation and Croydon Voluntary Action (CVA) The Chief executive of CVA is S Phaure, a director of Croydon Commitment Ltd