

Company registration number 3366712  
Charity registration number 1063208

# The Ashley Foundation

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 May 2012

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# The Ashley Foundation

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**The Ashley Foundation**  
**Reference and Administrative Details**

<b>Charity name</b>	The Ashley Foundation	
<b>Charity registration number</b>	1063208	
<b>Company registration number</b>	3366712	
<b>Principal office</b>	81 Abingdon Street Blackpool Lancashire FY1 1PP	
<b>Registered office</b>	81 Abingdon Street Blackpool Lancashire FY1 1PP	
<b>Trustees</b>	Mr P Bamber, Chairman of Trustees Mr R Alleway Mr N Bramhall Mr A Normington (resigned 7 June 2011) Mr D Kam Mr B Wood (co-opted 1 December 2011)	
<b>Chief executive officer</b>	Mr L Dribben	
<b>Secretary</b>	Mr L Dribben	
<b>Solicitor</b>	Blackhurst Budd LLP 22 Edward Street Blackpool Lancashire FY1 1BA	
<b>Bankers</b>	Yorkshire Bank 2/4 Abingdon Street Blackpool Lancashire FY1 1DR	

**The Ashley Foundation**  
**Reference and Administrative Details**

**Auditor**

Becketts  
Beckett House  
Sovereign Court  
Wyrefields  
Poulton le Fylde  
Lancashire  
FY6 8JX

## **The Ashley Foundation**

### **Trustees' Report**

The trustees, who are also directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 May 2012

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements

#### **The trustees**

The trustees who served the charity during the period were as follows

Mr P Bamber

Mr R Alleway

Mr N Bramhall

Mr A Normington (resigned 7th June 2011)

Mr D Kam

Mr B Wood (co-opted 1st December 2011)

#### **Structure, governance and management**

The charity was formed in May 1997, incorporated under the Companies Act 1985 number 3366712 and is exempt under section 30 of the Act. The company is limited by guarantee and is governed by its memorandum and articles of association.

The board of Trustees have discretion to appoint new trustees and the charity is constantly seeking new appointments. New trustees are guided through their responsibilities by the Chief Executive Officer who is constantly on hand to assist with any issues arising in their first year in office. It is the policy of the charity that trustees, both new and existing attend as many trustee meetings as possible. Continued non attendance results in the relevant trustee being requested to resign his position.

Governance, management and financial control are administered from the charity's main offices. All major decisions are made by the Trustees and The Chief Executive Officer delegates and supervises roles and duties to other staff members.

#### **Objectives and activities**

The principal objective of the charity throughout the year was the relief of poverty by the provision of accommodation to persons in need.

In achieving this objective the charity is committed to treating individuals with dignity and respect and is determined to offer individuals the opportunity and support necessary to encourage and enable personal growth and self development.

The charity also provides support to clients to assist them with the wider issues of homelessness.

All significant activities provided by the charity are outlined in the Chairman's statement (see below). Recognition of the help given by volunteers is also detailed in that statement.

The trustees are aware of the guidance issued by Charity Commission as to their responsibilities on public benefit and consider that they have complied with the duty imposed on them in Section 4 of the Charities Act 2006.

#### **Achievements and performance**

The charity's performance and achievements are outlined in the Chairman's statement.

# **The Ashley Foundation**

## **Trustees' Report**

### **Financial Review**

A reserves policy has been adopted which aims to provide financial stability for the charity. It is hoped to maintain unrestricted funds at a level of at least three months operating expenditure.

The charity achieved a surplus of £182,166 (2011 £202,010) in the year ended 31st May 2012. The increased resources have arisen as a result of increases in housing benefit receivable in respect of each of its hostels as detailed in the financial statements. The increased level of income has enabled the charity to carry out considerable improvements at the hostels to maintain the high standard of accommodation provided to hostel residents.

The charity had net assets of £610,539 (2011 £428,373) as at 31st May 2012 including cash balances of £127,406 (2011 £122,573).

Full details of the charity's financial activities for the year ended 31st May 2012 are disclosed in the financial statements.

The charity received several grants and donations in the year for specific purposes and these are detailed in the notes to the financial statements.

### **Plans for future periods**

The charity continues to carry out its main charitable activity in the future and has no plans to increase or curtail the level of activity.

The trustees have considered the major risks which they consider the charity is potentially exposed to and are satisfied that the systems they have established will mitigate any loss arising from these risks.

### **Chairman's statement**

So we come to that time of year again where it falls to me as Chair of the Trustees to bring all aspects of the Annual Return together in the Chairman's Statement and reflect on the twelve months past and prepare, albeit in uncertain times, for the year ahead. I am of course, delighted to be able to say that, with good management and many eyes on the ball, along with a dedicated team, we are still here! We may be a little battle-weary, but we are armed and ready to face 2013 and the effects and interpretation of the new Welfare Reform Act.

I am pleased to report that over the past twelve months in Blackpool, we have been able to support over seventy five per cent of our residents into successful outcomes, operating at ninety seven per cent occupancy rate across the year. As is customary, I show the numbers for this past year with the previous year in brackets as we continue to operate at our three Hostels in Blackpool – Elm House 156(165), Oak 125(117) and Holly House 81(80). A successful outcome can vary with every individual – that could be into a new relationship, a return to family or even a move-on, utilising one of our eight independent flats at Cedar and Birch Lodge. In Blackburn, Union House housed 75 (60), Islington House 101(48) and Canterbury 123(0) over this past 12 months.

Our greatest asset is our staff and despite the economic downturn and the inevitable churn, we continue to employ 29 full-time staff, 3 part-time and 21 volunteers. I am proud to say that 18 of those volunteers are in recovery. We know that our success rates are testament to the sterling efforts of our staff and the reputation that we have built up over the past fifteen years. On behalf of the Trustees and the Management, I offer thanks for their recognised efforts. It is encouraging that we are able to attract staff that may have used our services and want to go on and offer support to others.

Funding and attracting grants is always an area of concern for any business, especially for one that is also a Charity. Our finances are constantly under pressure. At a time when philanthropy, grant-making and donations are regarded as being at an all-time low, we were delighted to receive a generous donation of £2000 in September 2011 from the Sacred Heart Church in Blackpool. We also received two £10,000 awards from Lancashire County Council to support the appointment of a Youth Support Officer. Following our Grant application, The Blackpool Primary Care Trust awarded us £42,000 to support our Volunteer Programme.

## **The Ashley Foundation**

### **Trustees' Report**

We are extremely grateful for the support and funding received which enables us to continue the work and aims of The Ashley Foundation. We investigate all possible funding in order to benefit homeless persons and our support programmes.

In line with our Business Plan, we have continued to establish our property portfolio in Blackpool and other parts of the region. With that, I am pleased to report that we completed on Willow Lodge move-on flats in Blackpool in early May. At the time of writing, we are expecting to commence operating at The Anchorage House Hostel in Manchester very soon.

Whilst compiling this Report and it falling outside the May 2012 Return, I am delighted to be able to briefly mention two exciting developments.

Firstly, that we have recently secured a Government Empty Homes Grant of almost £336,000 and we look forward to working in partnership with Blackpool, Fylde and Wyre Councils.

Secondly, we have recently registered a Community Interest Company, Homeless Action Limited. Whilst wholly owned by The Ashley Foundation, it is intended that Homeless Action will offer a trading and training facility for both volunteers and residents and will support the vital work of the Foundation by either selling good quality, pre-cherished items or using items for residents' move-ons into what can be, very sparse and empty living spaces. The more homely we can make the environment, the more successful the resettlement. We are delighted that with local sponsorship, Homeless Action now has a rent-free warehouse in Poulton in which larger items can be stored and have also acquired a van for deliveries and collections. They have opened their first Charity Shop on Cookson Street in Blackpool. Homeless Action will be producing their own Annual Report and Accounts.

We were successful in winning a tender from Lancashire County Council's Young People's Service to deliver a Crash Pad (Emergency Accommodation Scheme). The scheme was for homeless young people aged 16-19 who were referred by the Lancashire Youth Offending Team and living in the Lancaster, Wyre and Fylde areas. The scheme was delivered by one of our existing staff members and was based in a Supported Housing Scheme in Lancaster.

As we speak, the Government's new Welfare Reform Act is a White Paper which, if passed, will have a direct financial impact across many sectors and many services. I feel we are well placed with a dedicated and committed staff and management team to cope with the biggest change to the welfare system for over 60 years.

Approved by the Board on 17 October 2012 and signed on its behalf by



Mr P Bamber  
Trustee

## **The Ashley Foundation**

### **Trustees' Responsibilities in relation to the Financial Statements**

The trustees (who are also directors of The Ashley Foundation for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and the 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 income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- 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 that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware

- there is no relevant audit information of which the charitable company's auditor is unaware, and
- the trustees have taken all steps they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information



## **Independent Auditors' Report to the Members of The Ashley Foundation**

We have audited the financial statements of The Ashley Foundation for the year ended 31 May 2012, set out on pages 9 to 20. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

### **Respective responsibilities of trustees and auditors**

As explained more fully in the Trustees' Responsibilities Statement set out on page 6, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the trustees, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the charitable company's affairs as at 31 May 2012 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

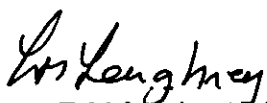
**Independent Auditors' Report to the Members of  
The Ashley Foundation**

*continued*

**Matters on which we are required to report by exception**

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- certain disclosures of trustees' remuneration specified by law are not made, or
- the financial statements are not in agreement with the accounting records and returns, or
- we have not received all the information and explanations we require for our audit



Lorraine T McLoughney F C A  
**Senior Statutory Auditor**

for and on behalf of  
Becketts, Statutory Auditor

Beckett House  
Sovereign Court  
Wyrefields  
Poulton le Fylde  
Lancashire  
FY6 8JX

17 October 2012

## The Ashley Foundation

### Statement of Financial Activities (including Income and Expenditure Account) for the Year Ended 31 May 2012

	Unrestricted Funds	Restricted Funds	Total Funds 2012	Total Funds 2011
Note	£	£	£	£
<b>Incoming resources</b>				
Incoming resources from generated funds				
Voluntary income	2	3,121	62,370	65,491
Incoming resources from charitable activities	3	2,373,637	-	2,373,637
<b>Total incoming resources</b>		<u>2,376,758</u>	<u>62,370</u>	<u>2,439,128</u>
<b>Resources expended</b>				
Charitable activities	4	2,209,555	35,319	2,244,874
Governance costs	4	12,088	-	12,088
<b>Total resources expended</b>		<u>2,221,643</u>	<u>35,319</u>	<u>2,256,962</u>
Net income before transfers		155,115	27,051	182,166
<b>Transfers</b>				
Gross transfers between funds		-	-	-
Net movements in funds		155,115	27,051	182,166
<b>Reconciliation of funds</b>				
Total funds brought forward		384,775	43,598	428,373
Total funds carried forward		<u>539,890</u>	<u>70,649</u>	<u>610,539</u>

All incoming resources and resources expended derive from continuing activities

The charity has no recognised gains or losses for the year other than the results above

The notes on pages 11 to 20 form an integral part of these financial statements

**The Ashley Foundation (Registration number: 3366712)**  
**Balance Sheet as at 31 May 2012**

		2012		2011	
	Note	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	9		1,004,998		549,863
<b>Current assets</b>					
Stocks and work in progress	10	1,850		1,681	
Debtors	11	202,837		96,316	
Cash at bank and in hand		127,406		122,573	
		<u>332,093</u>		<u>220,570</u>	
<b>Creditors: Amounts falling due within one year</b>	12	<u>(198,427)</u>		<u>(79,294)</u>	
<b>Net current assets</b>			<u>133,666</u>		<u>141,276</u>
<b>Total assets less current liabilities</b>			1,138,664		691,139
<b>Creditors. Amounts falling due after more than one year</b>	13		<u>(528,125)</u>		<u>(262,766)</u>
<b>Net assets</b>			<u>610,539</u>		<u>428,373</u>
<b>The funds of the charity:</b>					
<b>Restricted funds in surplus</b>			70,649		43,599
<b>Unrestricted funds</b>					
Unrestricted income funds			<u>539,890</u>		<u>384,774</u>
<b>Total charity funds</b>			<u>610,539</u>		<u>428,373</u>

Approved by the Board on 17 October 2012 and signed on its behalf by



Mr P Bamber  
Trustee

The notes on pages 11 to 20 form an integral part of these financial statements

## The Ashley Foundation

### Notes to the Financial Statements for the Year Ended 31 May 2012

#### 1 Accounting policies

##### Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities (SORP 2005)', issued in March 2005, applicable accounting standards and the Companies Act 2006

##### Fund accounting policy

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity

Restricted funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose

Further details of each fund are disclosed in note 17

##### Incoming resources

Voluntary income including donations and grants that provide core funding or are of a general nature is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability

Income from charitable activities includes income recognised as earned (as the related goods or services are provided) under contract

##### Resources expended

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them

##### Governance costs

Governance costs include costs of the preparation and examination of the statutory accounts, the costs of trustee meetings and the cost of any legal advice to trustees on governance or constitutional matters

##### Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows

Freehold land and buildings	no provision made
Motor vehicles	25% reducing balance basis

##### Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs. Items donated for resale or distribution are not included in the financial statements until they are sold or distributed

**The Ashley Foundation**

**Notes to the Financial Statements for the Year Ended 31 May 2012**

*continued*

**Operating leases**

Rentals payable under operating leases are charged in the statement of financial activities on a straight line basis over the lease term

**The Ashley Foundation**

**Notes to the Financial Statements for the Year Ended 31 May 2012**

*continued*

**2 Voluntary income**

	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total Funds 2012 £</b>	<b>Total Funds 2011 £</b>
<b>Donations and legacies</b>				
Appeals and donations	3,121	-	3,121	3,386
<b>Grants</b>				
Grants - other agencies	-	62,370	62,370	23,900
	<u>3,121</u>	<u>62,370</u>	<u>65,491</u>	<u>27,286</u>

Restricted voluntary funds are detailed further in the notes to the financial statements

**3 Incoming resources from charitable activities**

	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total Funds 2012 £</b>	<b>Total Funds 2011 £</b>
<b>Charitable activities</b>				
Housing benefit & supporting people income	2,307,618	-	2,307,618	1,976,521
Residents contributions	66,019	-	66,019	65,908
	<u>2,373,637</u>	<u>-</u>	<u>2,373,637</u>	<u>2,042,429</u>

## The Ashley Foundation

### Notes to the Financial Statements for the Year Ended 31 May 2012

*continued*

#### 4 Total resources expended

	Charitable activities	Governance	Total 2012	Total 2011
	£	£	£	£
<b>Direct costs</b>				
Wages and salaries	621,891	-	621,891	604,731
Staff NIC (Employers)	52,905	-	52,905	52,850
Rent	33,010	-	33,010	47,897
Rates	15,104	-	15,104	13,416
Light, heat and power	30,056	-	30,056	35,846
Insurance	11,434	-	11,434	10,936
Repairs and maintenance	256,553	-	256,553	164,088
Computer software and maintenance costs	9,762	-	9,762	21,997
Telephone and fax	6,077	-	6,077	5,378
Television costs	1,372	-	1,372	672
Printing, postage and stationery	13,362	-	13,362	9,238
Food, provisions and paper	84,381	-	84,381	81,683
Licence agreement payments	1,030,439	-	1,030,439	673,529
Sundry expenses	26,427	14	26,441	25,349
Laundry and cleaning	8,275	-	8,275	7,105
Motor expenses	8,991	-	8,991	2,329
Accountancy fees	-	5,818	5,818	5,120
The audit of the charity's annual accounts	-	3,600	3,600	3,600
Legal and professional fees	18,471	-	18,471	86,165
Trustee's expenses	-	2,656	2,656	2,118
Bank charges	1,960	-	1,960	253
Loan interest	10,861	-	10,861	7,851
Depreciation of motor vehicles	3,543	-	3,543	5,554
	<u>2,244,874</u>	<u>12,088</u>	<u>2,256,962</u>	<u>1,867,705</u>

The trustees consider that the charity engages in only one activity, that of the provision of accommodation and support services to persons in need

#### 5 Trustees' remuneration and expenses

An application was made to The Charity Commission in accordance with the Charities Act 2006 to allow remuneration to be paid to one trustee who was an existing employee. This amounted to £2,673 during the year.

Expenses totalling £2,656 (2011 £2,118) were paid to two trustees in the year to 31st May 2012 in respect of travelling, subsistence and communication costs.



## The Ashley Foundation

### Notes to the Financial Statements for the Year Ended 31 May 2012

*continued*

#### 6 Net income

Net income is stated after charging

	2012		2011	
	£	£	£	£
Hire of other assets - operating leases		33,010		47,897
The audit of the charity's annual accounts	3,600		3,600	
		3,600		3,600
Depreciation of owned assets		3,543		5,554

The auditors received additional remuneration of £5,818 (2011 £5,120) in respect of the preparation of the financial statements, payroll and other accountancy related matters

#### 7 Employees' remuneration

No employee received emoluments of more than £60,000 during the year (2011 - none)

The charity engaged one agency member of staff during the year at a cost of £5,281(2011 - none) This was due to staff absenteeism

The average number of persons employed by the charity (including trustees) during the year, analysed by category, was as follows

	2012 No	2011 No.
Charitable activities	30	30
Governance	4	4
	34	34

The aggregate payroll costs of these persons were as follows

	2012 £	2011 £
Wages and salaries	621,891	604,731
Social security	52,905	52,850
	674,796	657,581

#### 8 Taxation

The company is a registered charity and is, therefore, exempt from taxation

## The Ashley Foundation

### Notes to the Financial Statements for the Year Ended 31 May 2012

*continued*

#### 9 Tangible fixed assets

	Freehold interest in land and buildings (including heritage assets) £	Plant and machinery including motor vehicles £	Fixtures, fittings and equipment £	Total £
<b>Cost</b>				
As at 1 June 2011	535,691	30,647	6,054	572,392
Additions	458,678	-	-	458,678
As at 31 May 2012	<u>994,369</u>	<u>30,647</u>	<u>6,054</u>	<u>1,031,070</u>
<b>Depreciation</b>				
As at 1 June 2011	-	16,475	6,054	22,529
Charge for the year	-	3,543	-	3,543
As at 31 May 2012	<u>-</u>	<u>20,018</u>	<u>6,054</u>	<u>26,072</u>
<b>Net book value</b>				
As at 31 May 2012	<u>994,369</u>	<u>10,629</u>	-	<u>1,004,998</u>
As at 31 May 2011	<u>535,691</u>	<u>14,172</u>	-	<u>549,863</u>

Additions to fixed assets comprise two new hostel properties. All tangible fixed assets are used for charitable purposes.

#### 10 Stocks and work in progress

	2012 £	2011 £
Stocks - food	1,735	1,575
Stocks - cleaning & paper consumables	115	106
	<u>1,850</u>	<u>1,681</u>

## The Ashley Foundation

### Notes to the Financial Statements for the Year Ended 31 May 2012

*continued*

#### 11 Debtors

	2012	2011
	£	£
Housing benefit receivable	190,796	75,109
Other debtors	3,153	5,053
Prepayments and accrued income	8,888	16,154
	202,837	96,316

Included within other debtors are loans to employees of £2,730 (2011 £4,630) of which no amounts are due for repayment after more than one year (2011 £1,280)

#### 12 Creditors Amounts falling due within one year

	2012	2011
	£	£
Bank loans and overdrafts	39,212	31,572
Amounts due to suppliers	13,785	9,464
Taxation and social security	13,065	16,970
Accruals and deferred income	132,365	21,288
	198,427	79,294

Creditors amounts falling due within one year includes the following liabilities, on which security has been given by the charity

	2012	2011
	£	£
Bank loans	39,212	31,572

The bank loans are secured by a first legal charge over 81 Abingdon Street, 254 Hornby Road, 9/11 Knowle Avenue, 45 Bairstow Street, 20 Pleasant Street and 1 Wolverton Avenue all of which are situated in Blackpool, Lancashire

There is further security provided by a fixed and floating charge over the other assets of the charity

## The Ashley Foundation

### Notes to the Financial Statements for the Year Ended 31 May 2012

*continued*

#### 13 Creditors Amounts falling due after more than one year

	2012	2011
	£	£
Bank loans and overdrafts	<u>528,125</u>	<u>262,766</u>

Creditors amounts falling due after more than one year includes the following liabilities, on which security has been given by the charity

	2012	2011
	£	£
Bank loans	<u>528,125</u>	<u>262,766</u>

The bank loans are secured by a first legal charge over 81 Abingdon Street, 254 Homby Road, 9/11 Knowle Avenue, 45 Bairstow Street, 20 Pleasant Street and 1 Wolverton Avenue all of which are situated in Blackpool, Lancashire

There is further security provided by a fixed and floating charge over the other assets of the charity

Included in the creditors are the following amounts due after more than five years

	2012	2011
	£	£
After more than five years by instalments	<u>352,777</u>	<u>134,778</u>

#### 14 Members' liability

The charity is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.

#### 15 Operating lease commitments

As at 31 May 2012 the charity had annual commitments under non-cancellable operating leases as follows

Operating leases which expire

	Land and Buildings	
	2012	2011
	£	£
Within two and five years	<u>30,648</u>	<u>30,648</u>

## The Ashley Foundation

### Notes to the Financial Statements for the Year Ended 31 May 2012

*continued*

#### 16 Related parties

##### Controlling entity

The charity is controlled by the trustees who are all directors of the company

##### Related party transactions

The charity has a licence agreement with Union House Accommodation Services Limited to utilise Union House in Blackburn, Lancashire as hostel accommodation for single homeless persons

Mr Paul Bamber, chairman of trustees, is a director of Union House Accommodation Services Limited

In the year ended 31st May 2012, The Ashley Foundation received income of £472,430 (2011 £394,611) and paid £418,194 (2011 £355,150) to Union House Accommodation Services Limited in respect of this agreement

#### 17 Analysis of funds

	At 1 June 2011	Incoming resources	Resources expended	At 31 May 2012
	£	£	£	£
<b>General Funds</b>				
Unrestricted income fund	384,775	2,376,758	(2,221,643)	539,890
<b>Restricted Funds</b>				
Employment fund	34,988	62,370	(34,381)	62,977
Mini Bus fund	3,750	-	(938)	2,812
Project SUMO fund	4,860	-	-	4,860
	<u>43,598</u>	<u>62,370</u>	<u>(35,319)</u>	<u>70,649</u>
	<u>428,373</u>	<u>2,439,128</u>	<u>(2,256,962)</u>	<u>610,539</u>

The employment fund (established in 2006) provides for the salaries of specialist staff employed by the charity. Incoming funds of £42,370 from the Blackpool PC Trust and £20,000 from Lancashire County Council were received in the year. The application of funds to 31st May 2012 represented the salary and employers national insurance due to that date payable in respect of appropriate employees.

The mini bus fund comprises an initial donation from the Garfield Weston Foundation in 2006. A new mini bus was purchased in May 2011. Resources expended on the fund represent an annual write down in accordance with the depreciation policy on the asset to which the fund relates (currently 25% per annum on a reducing balance basis).

The SUMO fund was established by an initial grant from The Dribben Family Charity Fund. The aim of the project is to improve the future work prospects of hostel residents.

## The Ashley Foundation

### Notes to the Financial Statements for the Year Ended 31 May 2012

*continued*

#### 18 Transfers

As stated above, any surplus expenditure arising on any of the restricted funds is met from general (unrestricted) funds

Where applicable and where not prohibited under any terms specified by the donor, any restricted funds where it is deemed that the associated activity or purpose has ceased are likewise transferred to general funds at the discretion of the trustees

#### 19 Net assets by fund

	Unrestricted Funds	Restricted Funds	Total Funds 2012	Total Funds 2011
	£	£	£	£
Tangible assets	1,004,998	-	1,004,998	549,863
Current assets	261,444	70,649	332,093	220,570
Creditors Amounts falling due within one year	(198,427)	-	(198,427)	(79,294)
Creditors Amounts falling due after more than one year	(528,125)	-	(528,125)	(262,766)
Net assets	539,890	70,649	610,539	428,373