

**SOUTH SHROPSHIRE FURNITURE SCHEME**

(A company limited by guarantee)

**DIRECTORS AND TRUSTEES' REPORT AND ACCOUNTS**

**FOR THE YEAR ENDED 31ST AUGUST 2009**

**Company No. 4041051 (England & Wales)**  
**Charity No. 1082068**

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**

**LEGAL AND ADMINISTRATIVE INFORMATION**

**Directors & Trustees**

William Duley  
Susan McCormack  
Niall McCormack  
Phillip Reckless  
Helen Corfield  
Monica Green  
Patrick Creasey  
Jonathan Brown  
William Jones (appointed 13 July 2009)

**Secretary**

Jean Jarvis

**Chief Executive Officer**

Jean Jarvis

**Registered Office**

The Renaissance Centre  
7/8 Tower Street  
Ludlow  
Shropshire  
SY8 1RL

**Company Registration Number**

4041051

**Charity Registration Number**

1082068

**Bankers**

Lloyds TSB  
16 Broad Street  
Ludlow

**Auditors**

**James Holyoak and Parker**  
1 Knights Court  
Archers Way  
Battlefield Enterprise Park  
Shrewsbury  
SY1 3GA

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**

**DIRECTORS AND TRUSTEES REPORT**  
**FOR THE YEAR ENDED 31<sup>ST</sup> AUGUST 2009**

The Directors and Trustees present their financial report for the year ended 31st August 2009.

The Charity was incorporated on 26th July 2000 as a company limited by guarantee. Charitable operations commenced on 1 September 2000 with a transfer of assets worth £34,862 from the South Shropshire Volunteer Exchange.

**Directors & Trustees**

The Directors and Trustees of the Charity who served during the period are as follows:-

Monica Green	(Chairman)
William Duley	(Minute Secretary)
Helen Corfield	
Phillip Reckless	
Susan McCormack	
Patrick Creasy	(Treasurer)
Jonathan Brown	
William Jones	(appointed 13 July 2009)

**Recruitment and Appointment of Management Committee**

The directors of the company are also charity trustees for the purposes of charity law and are known as members of the Management Committee. Under the requirements of the Memorandum and Articles of Association the members of the Management Committee are elected on an annual basis, with the officers being elected from the membership of the Management Committee.

The Management Committee seeks to ensure that Trustees are selected from a wide geographical area, to ensure a fair spread of influence for all locations covered by the scheme, and that the Trustees have experience in sectors relevant to the scheme.

When a member of the board from a certain location or with a particular skill is lost the Management Committee will endeavour to replace this member with a person with a similar list of attributes. Currently the committee consists of members from a variety of backgrounds such as teaching, training, accountancy, commerce, the clergy and the local council.

**Trustee Induction and Training**

Most prospective Trustees will already be familiar with the practical work of the scheme. However, a new Trustee will be given a guided tour of the scheme, an introduction pack covering the work of the scheme, and the latest financial information plus a pack outlining the Trustees legal responsibilities.

**Organisational Structure**

The Management Committee which consists of up to ten members meets bi monthly and is responsible for the strategic direction and policy of the charity.

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**

**DIRECTORS AND TRUSTEES REPORT**  
**FOR THE YEAR ENDED 31<sup>ST</sup> AUGUST 2009 (CONTINUED)**

The Chief Executive Officer also sits on the committee but has no voting rights.

There is also a finance sub-committee which meets bi monthly and is responsible for setting budgets within the guidelines set by the Management Committee and for also reporting back to the committee actual performance versus budget.

A scheme of delegation is in place and day to day responsibility for the work of the charity rests with the Chief Executive Officer Jean Jarvis.

**Responsibilities of the Directors & Trustees**

Company and Charity law requires the Directors and Trustees to prepare accounts that give a true and fair view of the state of affairs of the Charity and of its income and expenditure for the financial year. In doing so, the Directors and Trustees are required to:

- Select suitable accounting policies and apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the accounts on a going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Directors and Trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Objectives of the South Shropshire Furniture Scheme**

The Charity's objectives are to relieve poverty and protect or preserve the environment for the public benefit by all or any of the following means:-

- (a) By helping to improve the quality of life of both individuals and families who are in need of essential household equipment as identified by the Charity by statutory and voluntary agencies through collecting donated furniture and household equipment and storing and checking electrical appliances for safety before delivering to those in need.
- (b) By recycling, re-using, renovating and repairing household items that would otherwise have to be disposed of as landfill.
- (c) By providing opportunities for the unemployed, those with special needs and those on Community Service or similar orders, to practise and acquire skills and gain confidence whilst contributing to the welfare of their own communities.
- (d) Through advancing the education of the general public about the benefits to the environment of recycling, re-use and waste management and to promulgate the value of sustainable lifestyles.
- (e) To advance the education of the general public about the importance of recycling, re-use and waste management and to promulgate the value of sustainable life-styles.
- (f) Through the establishment of volunteer training schemes to undertake the repair and/or restoration of donated items or any other aspects of the Charity's work as appropriate.

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**

**DIRECTORS AND TRUSTEES REPORT**  
**FOR THE YEAR ENDED 31 AUGUST 2009 (CONTINUED)**

**Review of the Period**

Like most, SSFS has been affected by the recession. Since December numbers of people on low incomes referred to us to assist with their furniture needs is up by 30%, as are numbers of people accessing our training and volunteering opportunities. This is because people who have been made redundant are looking to fill their time and gain practical skills in the hope of retraining to become more employable. Our new Volunteer Coordinator, Serena, has been very busy interviewing, inducting and supporting new volunteers. She works with our Training and Development Manager, Gill, to provide relevant and appropriate training, enabling people to feel confident in their ability to carry out their role within SSFS and, if appropriate, to seek paid employment outside of SSFS.

In the current climate, you would have expected the amount of furniture donated by local people to have been less, but this has not been the case. SSFS carried out more collections than any of the other schemes in the county, working in the biggest geographic area with the smallest population.

The extra demand on our services and the lack of resources to cover the cost of this work has been a huge financial struggle, but we have come through. Next year will show a very different picture with help from the government's hardship fund (designed to assist with increased demand on services) and an increase in our contracts and trading income.

We have seen the year through without redundancies – indeed we have taken on new staff. Our loyal, enthusiastic and hardworking team of staff and volunteers have worked to assist less fortunate members of our community to gain confidence and new skills, make new friends, build self esteem and access low cost household items to be delivered to their door.

For the next three years Big Lottery has funded SSFS as a showcase social enterprise allowing us to open our doors to other charities and groups – enabling them to learn from us and to work towards their own financial sustainability, adding to the vibrancy and sustainability of our rural community. We embark on this project with the all-encompassing enthusiasm that has become SSFS trade mark and with the expertise gained over 15 years of serving our community.

Finally we would like to take this opportunity to thank our funders, (see note 3) without whom we would not be able to provide our services, and all our staff and volunteers who have worked extremely hard to ensure the success of the charity. The Scheme is only as successful as its people and they have shown in their work and commitment all the best attributes of the South Shropshire community which they represent.

The attached Financial Statements show the financial activity of the charity during the year.

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**  
**DIRECTORS AND TRUSTEES REPORT**  
**FOR THE YEAR ENDED 31 AUGUST 2009 (CONTINUED)**

**Future Developments**

After a very difficult year, the future is positive. An adequate level of secured funding is in place for 2009/10 which will enable the scheme to continue to support the full range of activities currently offered.

Unrestricted income from activities in furtherance of the charity's objects is expected to grow in line with the continued success of the Weeping Cross Lane warehouse, obtaining further service level agreements from local and national organisations, and the charity's status as a Showcase Social Enterprise.

The scheme is still reliant on the generosity of its funders, but its strong operational foundation and the skill and dedication of the staff and volunteers place it in an ideal position to fully exploit new opportunities and build on current projects.

**Investment Policy**

The Trustees considered that given the charity's net asset position holding anything other than bank deposit type investments would be inappropriate.

**Risk Management**

The Trustees actively review the major risks the charity faces on a regular basis, financial and operational, and confirm they have established systems to mitigate the significant risks.

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**

**DIRECTORS AND TRUSTEES REPORT**  
**FOR THE YEAR ENDED 31 AUGUST 2009 (CONTINUED)**

**Auditors**

A resolution proposing James, Holyoak & Parker Limited to be re-appointed as auditors of the charity will be put to the Annual General Meeting.

Signed for and on behalf of the Board of Directors & Trustees on 1 December 2009.

**Monica Green**  
**(Chairman)**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF**  
**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**

This report is issued in respect of an audit carried out under section 495 of the Companies Act 2006.

We have audited the financial statements of South Shropshire Furniture Scheme Limited for the year ended 31<sup>st</sup> August 2009 which comprise the Statement of Financial Activities, the Balance Sheet, and the related notes. These financial statements have been prepared under the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities.

This report is made solely to the company's members, as a body, in accordance with S.495 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's 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 described in the Statement of Trustees' Responsibilities the trustees who are also the directors of South Shropshire Furniture Scheme Limited for the purposes of company law are responsible for the preparation of the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards. (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 2006. We also report to you if, in our opinion, the Trustees' Annual Report is consistent with the financial statements, if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions is not disclosed.

We read the Trustees Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it.

**Basis of opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements:-

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the charity's affairs as at 31 August 2009, and of its incoming resources and application of resources, including its income and expenditure, in the year then ended; and
- have been properly prepared in accordance with the Companies Act 2006.

In our opinion the information given in the Trustees' Annual Report is consistent with the financial statements.

Mr J.Rimmer  
Senior Statutory Auditor  
James, Holyoak & Parker Ltd,  
Chartered Accountants & Registered Auditors  
1 Knights Court  
Archers Way  
Battlefield Enterprise Park  
Shrewsbury SY1 3GA

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**  
**STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME & EXPENDITURE ACCOUNT)**  
**FOR THE YEAR ENDED 31 AUGUST 2009**

	<u>Notes</u>	<u>Restricted</u> £	<u>Unrestricted</u> £	<u>Total</u> <u>2009</u> £	<u>Total</u> <u>2008</u> £
<b><u>INCOMING RESOURCES</u></b>					
Donations, Legacies & Similar Incoming Resources	3	105,479	121,648	227,127	250,440
Incoming Resources from operating activities in furtherance of the charity's objects	3a	-	169,185	169,185	201,625
Investment Income & Interest		-	225	225	946
<b>Total Incoming Resources</b>		<b>105,479</b>	<b>291,058</b>	<b>396,537</b>	<b>453,011</b>
<b><u>RESOURCES EXPENDED</u></b>					
Furniture Distributed		-	104,800	104,800	80,650
Staff Costs	4	62,742	116,667	179,409	142,051
External Tutor Costs		750	26,133	26,883	16,602
Staff Travel		-	2,315	2,315	4,314
Premises		6,000	78,636	84,636	59,373
Print, Post & Stationery		-	4,435	4,435	4,909
Legal & Professional		5,000	2,550	7,550	20,164
Volunteer Expenses		-	4,213	4,213	3,265
Telephone		2,893	2,913	5,806	4,518
Bank Charges		-	2,170	2,170	1,194
Training Costs		-	3,604	3,604	3,193
Depreciation		9,200	19,058	28,258	33,678
Sundry		-	235	235	921
Materials & Equipment		-	7,842	7,842	8,291
Electrical Product Testing		-	-	-	2,441
Van Expenses		-	13,837	13,837	11,340
Audit/Independent Examiners Fee		-	1,495	1,495	1,410
Publicity Costs		-	1,958	1,958	1,644
Artisans Work		-	-	-	422
Renaissance Tea Room Costs		-	5,274	5,274	2,191
Computer Costs		-	3,480	3,480	-
<b>Total Resources Expended</b>		<b>86,585</b>	<b>401,615</b>	<b>488,200</b>	<b>402,571</b>
<b>Net Surplus (Deficit) for the Year before transfers</b>		<b>18,894</b>	<b>(110,557)</b>	<b>(91,663)</b>	<b>50,440</b>
<b>Gross transfers between funds</b>		<b>(42,894)</b>	<b>42,894</b>	<b>-</b>	<b>-</b>
<b>Net (Deficit) Surplus</b>		<b>(24,000)</b>	<b>(67,663)</b>	<b>(91,663)</b>	<b>50,440</b>
<b>Total Funds brought forward</b>	<b>8,9</b>	<b>26,000</b>	<b>78,478</b>	<b>104,478</b>	<b>54,038</b>
<b>Total funds carried forward</b>	<b>8,9</b>	<b>2,000</b>	<b>10,815</b>	<b>12,815</b>	<b>104,478</b>

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**

**BALANCE SHEET AS AT 31ST AUGUST 2009**

	<u>Notes</u>	£	<u>2009</u> £	£	<u>2008</u> £
<b>Fixed Assets</b>					
Tangible Assets	6		68,656		56,662
<b>Current Assets</b>					
Debtors & Prepayments		4,817		32,098	
Cash at Bank and in Hand		5,561		34,613	
		-----		-----	
		10,378		66,711	
Creditors: Amounts falling due within one year	7	(66,219)		(18,895)	
		-----		-----	
Net Current (Liabilities) Assets			(55,841)		47,816
			-----		-----
<b>Net Assets</b>			<b>12,815</b>		<b>104,478</b>
			=====		=====
<b>Unrestricted Funds</b>	9		<b>10,815</b>		<b>78,478</b>
<b>Restricted Funds</b>	8		<b>2,000</b>		<b>26,000</b>
			-----		-----
<b>Total Funds</b>	10		<b>12,815</b>		<b>104,478</b>
			=====		=====

These accounts are prepared in accordance with the special provisions relating to companies subject to the small company regime within Part 15 of the Companies Act 2006.

Approved by the Board of Trustees & Directors on 1 December 2009 and signed on its behalf by:-

.....  
**Monica Green**  
**(Chairman)**

## **SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**

### **NOTES TO THE ACCOUNTS FOR THE YEAR TO 31ST AUGUST 2009**

#### **1. Accounting Policies**

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 & the Companies Act 2006. The principal accounting policies adopted in the preparation of the Financial Statements are as follows:-

#### **Donations and Grants**

Income from donations and grants, including capital grants, is included in income resources when these are received, except as follows:-

- When donors specify that donations and grants given to the Charity must be used in future accounting periods, the income is deferred until those periods.
- When donors impose conditions, which have to be fulfilled before the Charity becomes entitled to use such income, the income is deferred and not included in incoming resources until the pre-conditions for use have been met.

When donors specify that donations and grants, including capital grants, are for particular restricted purposes, which do not amount to pre-conditions regarding entitlement, this income is included in incoming resources of restricted funds when receivable.

Furniture donated for distribution is recognised as income when distributed, at the trustees' estimate of its second hand market value.

#### **Interest receivable**

Interest is included when receivable by the Charity.

#### **Resources Expended**

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of VAT, which cannot be recovered.

#### **Operating Leases**

Rentals payable under operating leases are charged to the Statement of Financial Activities as incurred over the term of the lease.

#### **Tangible Fixed Assets**

Tangible Fixed Assets are depreciated on a straight line basis over their estimated useful lives as follows:-

Improvements	- over the term of the lease
Van	- 20%
Office Equipment	- 20%
Equipment & Tools	- 20%

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2009 (CONTINUED)**

**Stock**

Stock consists of purchased goods for resale. Stocks are valued at the lower of cost and net realisable value. Items donated for resale or distribution are not included in the financial statements until they are sold or distributed. The trustees estimate stock with the second hand market value of £26,910 (2008: £9,800) was on hand at the 31st August 2009.

**Fund Accounting**

Funds held by the Charity are either:

- Unrestricted general funds – these are funds that can be used in accordance with the charitable objects at the discretion of the Trustees.
  
- Restricted funds – these are funds that can only be used for particular restricted purposes within the objects of the Charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**  
**NOTES TO THE ACCOUNTS YEAR ENDED 31ST AUGUST 2009 (CONTINUED)**

2. The Charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £10.

**3. Donations, Legacies and Similar Incoming Expenses**

	<u>Restricted</u>		<u>Unrestricted</u>	<u>Total</u>	<u>Total</u>
	<u>Revenue</u>	<u>Capital</u>		<u>2009</u>	<u>2008</u>
	£	£	£	£	£
<b><u>Donations</u></b>					
Gifts in kind	6,000	-	-	6,000	6,000
Furniture donated for					
Distribution	-	-	104,800	104,800	80,650
Client, contribution to cost	-	-	1,729	1,729	1,212
Other	-	-	4,119	4,119	1,718
	6,000	-	110,648	116,648	89,580
<b><u>Grants received</u></b>					
ALSF	-	19,994	-	19,994	7,483
Business Link	-	-	-	-	5,006
Esme Fairbairn	-	-	-	-	12,000
SAP	9,580	-	-	9,580	29,938
Community Champions Fund	-	-	-	-	1,000
Bridgnorth District Council	16,380	-	-	16,380	-
Millichope Foundation	-	-	1,000	1,000	1,000
Shropshire Council ACL	-	8,900	-	8,900	-
Nexus	-	-	-	-	5,000
SC Regenerating Communities	19,378	-	-	19,378	83,433
Lloyds TSB	20,247	-	-	20,247	-
Hall Garth Trust	5,000	-	-	5,000	5,000
MHCT	-	-	-	-	5,000
SS Opportunity Fund	-	-	-	-	2,500
Church Stretton Community Chest	-	-	-	-	3,500
Big Lottery Fund	-	-	10,000	10,000	-
	70,585	28,894	11,000	110,479	160,860
<b>Total</b>	<b>76,585</b>	<b>28,894</b>	<b>121,648</b>	<b>227,127</b>	<b>250,440</b>

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**  
**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2009 (CONTINUED)**

**3a. Incoming Resources from Operating Activities in furtherance of the Charity's objects**

	<u>Restricted</u>		<u>Unrestricted</u>	<u>Total</u>	<u>Total</u>
	<u>Revenue</u>	<u>Capital</u>		<u>2009</u>	<u>2008</u>
	£	£	£	£	£
Weeping Cross Lane Income	-	-	29,663	29,663	-
Learning Skills Council	-	-	750	750	42,194
Renaissance Centre Income	-	-	59,509	59,509	65,443
Church Stretton Centre Income	-	-	1,824	1,824	5,507
Diversification Income	-	-	7,142	7,142	9,789
SS District Council	-	-	2,500	2,500	5,000
Veolia	-	-	13,994	13,994	2,277
SWP	-	-	3,321	3,321	1,679
KSW	-	-	5,550	5,550	7,400
Next Step	-	-	-	-	4,130
SSDC Flood Assistance	-	-	-	-	56,670
West Mercia Probation Service	-	-	1,959	1,959	1,536
Shropshire County Council	-	-	2,550	2,550	-
SSHA	-	-	10,000	10,000	-
SCRL	-	-	7,500	7,500	-
Shropshire Council	-	-	22,923	22,923	-
	-	-	<b>169,185</b>	<b>169,185</b>	<b>201,625</b>

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**  
**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST AUGUST 2009 (CONTINUED)**

**4. Staff Costs and Numbers**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Staff costs were as follows		
Salaries and Wages	166,512	152,964
Social Security costs	12,897	12,087
<b><u>Less:</u></b> Costs capitalised	-	(23,000)
	-----	-----
	179,409	142,051
	-----	-----

The average weekly number of Staff employed, calculated as full time equivalents during the year was as follows:-

	<b><u>No.</u></b>	<b><u>No.</u></b>
Fundraising Activities	1	1
Management & Support	2	2
Workshops	6	6
Renaissance Centre	1.5	1.5
Outreach Work	0.5	0.5
	-----	-----
	11.0	11.0
	-----	-----

**5. Taxation**

The Charitable Company is exempt from corporation tax on its charitable activities.

**6. Tangible Fixed Assets**

<b><u>Cost</u></b>	<b>Leasehold</b>	<b>Vans</b>	<b>Office</b>	<b>Equipment</b>	<b>Total</b>
	<b>Improvements</b>		<b>Equipment</b>	<b>&amp; Tools</b>	
As at 1 September 2008	98,000	48,933	12,546	32,246	191,725
Additions	18,610	20,929	713	-	40,252
Disposals	-	-	-	-	-
	-----	-----	-----	-----	-----
<b>As at 31 August 2009</b>	<b>116,610</b>	<b>69,862</b>	<b>13,259</b>	<b>32,246</b>	<b>231,977</b>
	-----	-----	-----	-----	-----
<b><u>Depreciation</u></b>					
As at 1 September 2008	53,195	40,501	10,949	30,418	135,063
Charge of the year	12,075	12,617	1,739	1,827	28,258
Disposals	-	-	-	-	-
	-----	-----	-----	-----	-----
<b>As at 31 August 2009</b>	<b>65,270</b>	<b>53,118</b>	<b>12,688</b>	<b>32,245</b>	<b>163,321</b>
	-----	-----	-----	-----	-----
<b>NBV at 31 August 2009</b>	<b>51,340</b>	<b>16,744</b>	<b>571</b>	<b>1</b>	<b>68,656</b>
	-----	-----	-----	-----	-----
<b>NBV at 31 August 2008</b>	<b>44,805</b>	<b>8,432</b>	<b>1,597</b>	<b>1,828</b>	<b>56,662</b>
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**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**  
**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2009 (CONTINUED)**

**7. Creditors: amounts falling due within one year**

	<u>2009</u>	<u>2008</u>
	£	£
Bank overdraft	21,186	1,557
Social Security & Other taxes	1,122	1,013
Other Creditors & Accruals	23,911	16,325
Loan	20,000	-
	-----	-----
	66,219	18,895
	-----	-----

**8. Movement in Restricted Funds**

	<u>At 1 Sept</u>	<u>Income</u>	<u>Outgoing</u>	<u>Transfer</u>	<u>At</u>
	<u>2008</u>	<u>Resources</u>	<u>Resources</u>	<u>between funds</u>	<u>31 Aug 2009</u>
	£	£	£	£	£
Core Work	23,374	95,899	(74,379)	(42,894)	2,000
Church Stretton Centre	2,626	9,580	(12,206)	-	-
	-----	-----	-----	-----	-----
	26,000	105,479	(86,585)	(42,894)	2,000
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The Core Work Fund represents grants and donations received to finance the administration, collection and distribution of furniture to people in need in the South Shropshire Area.

The Church Stretton Centre fund represents grants received to re-open the Church Stretton information and retail centre.

**9. Movements in Unrestricted Fund**

	<u>At 1 Sept</u>	<u>Income</u>	<u>Outgoing</u>	<u>Transfer between</u>	<u>At</u>
	<u>2008</u>	<u>Resources</u>	<u>Resources</u>	<u>Funds</u>	<u>31 Aug 2009</u>
	£	£	£	£	£
General Fund	78,478	291,058	(401,615)	42,894	10,815

The General Fund represents free funds of the Charity which are not designated for particular purposes.

The transfer between funds represents fixed assets transferred from the restricted fund to the unrestricted fund.

**SOUTH SHROPSHIRE FURNITURE SCHEME LIMITED**  
**NOTES TO THE ACCOUNTS**

**FOR THE YEAR ENDED 31 AUGUST 2009 (CONTINUED)**

**10. Analysis of Net Assets between Funds**

	<u>Restricted</u> <u>Funds</u> £	<u>Unrestricted</u> <u>Funds</u> £	<u>Total</u> <u>Funds</u> £
Tangible Fixed Assets	-	68,656	68,656
Current Assets	2,000	8,378	10,378
Current Liabilities	-	(66,219)	(66,219)
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<b>Net Assets at 31 August 2009</b>	<b>2,000</b>	<b>10,815</b>	<b>12,815</b>
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**11. Financial Commitments**

At 31 August 2009 the Charity has annual commitments under non cancellable leases as follows:-

	<u>Land &amp;</u> <u>Buildings</u> £	<u>Other</u> £
Expiry date		
Within one year	-	-
Within one to two years	-	-
Two to five years	50,397	-
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	50,397	-
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**12. Reserves Policy**

The trustees believe reserves are needed:

- (a) to cover the administration, fund raising and support costs without which the charity could not function.
- (b) to meet unforeseen expenses associated with the administration and designated projects of the charity.

The trustees consider it prudent that the reserves should be sufficient:-

- (a) to avoid the necessity of realising fixed assets held for the charity's use.
- (b) to cover 3 months administration fund raising and support costs estimated at £42,500 at current activity levels.
- (c) to provide a circa £10,000 buffer against unforeseen expenses.

At the year end the charity has free reserves of £10,815 leaving a shortfall of £41,685. The Trustees are aware of the situation and continue to build reserves by developing unrestricted income streams.