

Company registration number: 08107118

Charity registration number: 1149697

Bournemouth 2026 Trust

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2016

Bournemouth 2026 Trust

Contents

Reference and Administrative Details	1
Trustees' Report	2 to 10
Statement of Trustees' Responsibilities	11
Independent Examiner's Report	12
Statement of Financial Activities	13
Balance Sheet	14 to 15
Statement of Cash Flows	16
Notes to the Financial Statements	17 to 32

Bournemouth 2026 Trust

Reference and Administrative Details

Trustees	Mrs P J Donnellan Mr B Crawford Mr K Lancing Ms V Aird (Resigned 18 November 2015) Rev P M Broad Mr A Chaudry Mr A Glatter Mr M Hancock (Resigned 18 November 2015) Mrs J Kelly Mrs C Khan Ms A Pooley
Secretary	Mrs T Thompson
Senior Management Team	Mrs C Hirst, Business support manager Mrs T Thompson, Development manager
Principal Office	Old School House Gladstone Mews Boscombe Bournemouth BH7 6BG
Company Registration Number	08107118
Charity Registration Number	1149697
Independent examiner	PKF Francis Clark Chartered accountants Towngate House 2-8 Parkstone Road Poole Dorset BH15 2PW

Bournemouth 2026 Trust

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 March 2016.

Trustees

Mrs P J Donnellan

Mr B Crawford

Mr K Lancing

Ms V Aird (Resigned 18 November 2015)

Rev P M Broad

Mr A Chaudry

Mr A Glatter

Mr M Hancock (Resigned 18 November 2015)

Mrs J Kelly

Mrs C Khan

Ms A Pooley

Chairs Report

I am pleased to report that Bournemouth 2026 has had another busy and productive year despite a number of challenges.

Following the successful sale of the homes at Gladstone Mews we have continued to support the residents as they settle into their new environment. We believe that the shared ownership model has many advantages for first time buyers and helps bring good quality affordable homes for local people.

We have taken on the lease of the Old School House in Boscombe, a recently refurbished facility for start-up creative and digital enterprises. It has benefitted from Local Authority and EU funding but needs further investment if it is to become profitable in the near future. The digital economy is a fast growing and important new area for Bournemouth, and we are excited to be a part of this new development.

We have continued to support our key priorities of regeneration and community development as detailed in the report, and our achievements are largely due to the dedication and skill of our staff, and the strong partnership links that Trustees and staff have developed across the public, private and voluntary sectors.

During the year two of our long standing Trustees have retired. Viv Aird and Martin Hancock played a key role in the transition of 2026 from a Council led partnership to an independent Charity, and we thank them for all their hard work. We also said goodbye to our long serving Development Manager Debbie Clifton who retired during the year. Bournemouth 2026 owes much of its success to Debbie's commitment and vision over many years, and we wish her well in her retirement.

We were fortunate to recruit Tina Thompson to the post on a permanent basis. Tina had been acting in the post for some time and brings a wealth of expertise and knowledge of the charitable sector as well as considerable experience of community involvement.

Bournemouth 2026 Trust

Trustees' Report

The coming year will present a number of challenges to the Trust, with a reduction in funding from Bournemouth Council, and limited access to funding across central Government following their austerity measures. However there are strong partnerships in Bournemouth which work well on shared priorities, and I am confident that Bournemouth 2026 will continue to play an important role in tackling inequality and promoting regeneration.

Pam Donnellan DL

Introduction

The Trust's vision is for a sustainable Bournemouth which has thriving, inclusive communities in which all groups have a voice.

The mission is to make a lasting and worthwhile difference to the overall quality of life in

Bournemouth by

- promoting and updating the community vision
- supporting partnership working
- generating or raising funds to invest in projects which benefit the most vulnerable and deprived and those not achieving their full potential

By using a multi-agency approach, the aim is to support partnership working and create sustainable change.

The Trust is independent, objective and non-judgemental, aiming to act on facts not assumptions. The priorities are only determined by the town's priorities and we prioritise our activities based on social need. The Trust is the guardian of Bournemouth's Community Vision, and keeps this under review to ensure that it reflects current priorities.

Our ambition is to make a lasting and worthwhile difference to the overall quality of life in Bournemouth, helping to ensure the town is thriving, inclusive, fun, safe, healthy and green. This ambitious long-term view has been captured in the Bournemouth Community Vision.

This report outlines the governance, activities and finances of the Trust for the financial year ending on 31st March, 2016.

Governance

Bournemouth 2026 Trust is a charitable company limited by guarantee and was incorporated and registered with the Charity Commission in 2012.

The Articles of Association allow for a minimum of 6 and a maximum of 12 trustees - at the end of this financial year there were 9 trustees. From this team of trustees appointments were made into the positions of chair, vice chair and treasurer. Following the AGM in 2015, Pam Donnellan continued in the post of Chair of the board. Viv Aird and Martin Hancock declined to stand for election at the 2015 AGM and we thank them for their work and support for the Trust in its developmental period.

The Trust undertakes an annual skills and diversity audit, which indicates whether or not recruitment of trustees is required to address particular skills or diversity gaps. The Trust Board would like to extend the age range to incorporate younger people and are seeking to fill the remaining vacancies accordingly.

Bournemouth 2026 Trust

Trustees' Report

The Trust is supported by the Company Secretary and Development Manager. Due to staff sickness in the financial year, Tina Thompson covered these functions on an interim basis for part of the year, following which an external recruitment process took place and she was appointed to the position. Clare Hirst manages all aspects of business support. During this financial year the final sale was concluded of the Gladstone Mews properties and the staff and trustees had to set up systems for the ongoing management of the properties with the assistance of Bournemouth Borough Council's Housing Landlord Services.

During the year, Tony Williams, the Chief Executive of the Bournemouth Borough Council continued to support the board and receives all agendas and minutes and can attend meetings. In addition, the Council appointee to the Board continues to be Councillor Jane Kelly, Cabinet Member for Regeneration & Public Health. Councillor Kelly is a voting member of the Trustee Board and also sits on the CLT Subcommittee.

This year the Trust moved offices to The Old School House, Gladstone Mews, Boscombe, which is within one of the priority areas. At the time of the move, negotiations were underway for the Trust to take on the running of The Old School House, as part of its work to aid the regeneration of Boscombe. Negotiations were concluded at the end of March and the Trust signed a 4 year lease on the building commencing 31st March 2016, which was offered by Bournemouth Borough Council on generous terms.

Finances

The Trust manages a legacy fund that originally came from the public purse. Trustees have a duty to ensure that the finances are used appropriately, prudently, lawfully and in accordance with the charitable objects, as well as on shared priorities with Bournemouth Borough Council. The Trust has an agreed process for allocating grants from these funds within strategic priorities, and has developed a template grant recipient agreement. Appropriate monitoring and reporting arrangements are in place and agreed for all grants and trustees receive an annual report of the expenditure and outcomes of this expenditure.

As well as funds held to support the work towards the 4 priority areas, the Trust continues to benefit from financial support from Bournemouth Council for core staff costs. The Trust is aware of the general economic climate for local authorities and is very grateful for this ongoing support. Every opportunity is being sought to develop income streams from the membership as well as property developments such as Gladstone Mews to secure a sustainable future for the Trust without grant support. The sale of the final property in the Gladstone Mews development was completed in this financial year and this was the purpose built accessible bungalow.

During the current financial year (2016/17) the grant support to the Trust has been cut to 50% and it has been made clear that there will be no financial support from the Council in 2017/18. Therefore efforts are being made to ensure that the Trust will be financially sustainable beyond the end of March 2017.

Income for the year was £557,575 (2015: £2,993,545) and a surplus of £375,357 (2015: £744,711) was made. Of this surplus £282,793 was attributable to unrestricted funds and £92,564 was attributable to restricted funds.

The Trust banks with Charities Aid Foundation (CAF) Bank. The Trust has an online accountancy infrastructure enabling prompt transactions and real-time management. Appropriate security controls are in place to limit the potential for fraud and ensure that two separate individuals sign off all transactions.

The Trust continues to be regarded as a trusted organisation with good governance arrangements and suitable structures to manage donations and other resources in order to improve the lives of people in Bournemouth.

PKF Francis Clark (previously Princetown Willis) were retained as accountants and independent examiners to the Trust following a tender exercise in early 2015.

Bournemouth 2026 Trust

Trustees' Report

Investment & Reserves Policy

Although independent from the Borough Council, Trustees agreed that the legacy fund from the Local Area Agreement would remain invested within the investment portfolio overseen by the council as this currently offers the best value for money. The investment is protected, provides a modest return, and is available for Trust use as and when required. The Council does not make any charges to manage the fund and benefits from interest rates for large-scale investments being invested with the larger pot held. This arrangement is reviewed annually.

The Trustees adopted the following as their reserves policy at their meeting on 8th July, 2013:

‘The organisation will maintain a level of reserves sufficient to meet the operating costs of the organisation for a period of six months, plus the costs of winding up, redundancy and legal expenses should such a contingency arise. This will be allocated from the unrestricted reserves of the charity, and will be reviewed annually.’ This policy has not been updated since and therefore remains the policy of the Trust.

The amount of free reserves required under this policy at the 2015 year end total £40,000 and this has not been recalculated at the 2016 year end, unrestricted free reserves at 31 March 2016 total £326,451 which is deemed sufficient.

Risk Assessment

The Trust has a comprehensive risk register and all ‘high’ and potentially increasing risks are reviewed at board meetings, with a detailed annual review which takes place in January each year.

Membership

During the year 2015/16 the membership scheme was open to organisations and individuals (including youth members) who live or work in Bournemouth. Individual membership is free although donations are requested and tax payers can ‘gift aid’ their donation.

Organisations are encouraged to join the Trust as members, with three categories of membership according to the scale and type of organisation, and membership is gradually growing. At the end of March 2016 the Trust had 105 members including 4 full supporting organisations, 59 affiliated members, 40 individuals and 2 youth members. This is an increase of 11 members over the previous year.

Members are entitled to nominate individual members as Trustees/Directors and have a vote at the Annual General Meeting for Trustees/Directors appointments and influence policy/procedural decisions.

Members receive a monthly newsletter, and invitations to networking & information events which they can attend free of charge. Members can publicise their projects, vacancies, goods, and services to other members either through the newsletter and website, or at events. When the Trust is seeking to procure goods or services it is policy to look at the member database for a provider first, and any opportunities to tender to provide goods or services go to members on the database initially.

During the year, the Trust ran 3 Information & Networking events for members on the topics of Community Safety, Environmental sustainability and Health & Wellbeing and 25-30 members were represented at each event.

Members are entitled to use the Bournemouth 2026 Trust logo as a badge of their corporate social responsibility and to demonstrate their commitment to making Bournemouth a better place to live and work.

Bournemouth 2026 Trust

Trustees' Report

Objectives and activities for the public benefit

The charity's objects are:

1. The promotion for the benefit of the public of urban or rural regeneration in areas of social and economic deprivation and in particular in Bournemouth & surrounding areas by all or any of the following means:

(a) The creation of training and employment opportunities by the provision of workspace, buildings, and/or land for use on favourable terms:

(b) The provision of housing for those who are in conditions of need and the improvement of housing in the public sector or in charitable ownership provided that such power shall not extend to relieving any local authorities or other bodies of a statutory duty to provide or improve housing:

(c) The protection or conservation of the environment and the prudent use of resources

2. To develop the capacity and skills of the members of the socially and economically disadvantaged community of Bournemouth and surrounding area in such a way that they are better able to identify, and help meet, their needs and to participate more fully in society

3. Such charitable purposes for the public benefit as are exclusively charitable according to the laws of England and Wales as the trustees may from time to time determine.

The Trust continues to pursue these objectives through its agreed priorities, two geographic – the regeneration of Boscombe and West Howe; and two thematic, helping young people realising their potential and supporting the Turnaround - Families Matter programme.

The Business Plan is regularly reviewed and the board received updates on key activities at each meeting from the Development Manager & Company Secretary, with an annual summary of progress at the end of the year. The priorities and objectives of the Trust are aligned with the charitable objects of the organisation within the plan to ensure that all resources are appropriately used. All new and existing projects are evaluated against the Trust's priorities, charitable objects and golden threads described below.

The Trustees have complied with their duty in section 17(5) of the Charities Act 2011, having due regard to public benefit guidance published by the Charity Commission.

Boscombe

The Boscombe Regeneration Partnership (BRP) continues to steer activity and is working towards making Boscombe a place to be proud of. There is co-ordinated action under key headings:

Housing

Economy

Environment

Crime

Health

Young People

Bournemouth 2026 Trust

Trustees' Report

Bournemouth 2026 Trust continues to sit on the partnership and support the regeneration and improvement of Boscombe. During the financial year 2015-16 the Trust provided £35,000 support to the partnership which contributed to a number of projects in 2015/16 - specifically:

Operation Galaxy

The aim of Operation Galaxy is to reduce the negative impact of 'problem premises' in a defined area of strategic relevance. The focus of this work is;

- Phase 1 - Accommodation with support
- Phase 2 - Houses in Multiple Occupation

The funding provided by B2026 forms part of an overall budget which includes funding from Bournemouth Borough Council and the Police Crime Commissioner.

The first phase of Operation Galaxy had many successes including 237 units having been subject to multi agency inspections to date. These inspections have resulted in;

- reductions in ASB relating to addresses
- reductions in crime relating to these addresses,
- increased housing standards
- increased fire safety
- improved support for residents

Phase two of the project is to employ officers to identify the most problematic HMOs in Boscombe and target high risk properties dealing with issues such as anti-social behaviour and housing disrepair, and coordinate Multi Agency inspections as required. This approach has already seen a number of positive results.

The Personal Potential Programme run by Outset

This programme targeted males ages 18-45 living in Boscombe that experience complex barriers to employment and development such as mental health, social isolation, criminal background, drug and alcohol misuse. Six participants completed the programme which had a profound impact on those individuals with complex needs. It was anticipated that the evidence from the pilot would lead to a funding application for further programmes to support more individuals.

Further sums have been allocated to support a selective licencing scheme aimed at improving the private rented housing stock in the area and the development of a neighbourhood plan.

West Howe

The West Howe Regeneration Partnership (WHRP) oversees all partnership activity delivered through a vision for the area. As in the case of Boscombe, there is co-ordinated activity from a range of partners under a single logo and vision.

The Trust allocated £35,000 for work in West Howe to address issues highlighted by the Strategic Assessment. The WHRP have spent these funds on a number of projects including:

Bournemouth 2026 Trust

Trustees' Report

Alleyway naming – as a result of the Love where you walk project, 2 alleyways were identified that were unnamed. Bournemouth 2026 Trust funding was used to enable consultation on naming of the alleyways, adoption and name plates. As a result of the exercise it is anticipated that those involved in the process will feel greater ownership of the alley as a result of being involved in agreeing the name and take greater pride in their environment.

The Big Dance – Pavilion Dance have been commissioned to bring dance to West Howe, and this project will start in April 2016.

Improvements to Moore Avenue Park – work by the Design Council identified areas for improvement and as a result some developments are being considered to improve the physical environment of the West Howe Estate starting with the park off Moore Avenue.

Fernheath Football Pavilion – funding was used to extend the lease on the changing rooms on Fernheath playing field, to Fernheath Community Sports Association. This helped the group to obtain an Awards for All Grant, and enabled football to continue on the site until 2017, while they look at means to obtain funding for a rebuilt pavilion.

Further improvements to the Henry Brown Centre – acoustics and kitchen facilities for the main hall are being improved in order to enable more cultural events to take place at the centre. Works were completed in July 2016.

Young People Realising Their Potential

The Trust invested into 'Shore Ideas', which was launched in May 2013 by Bournemouth YMCA. The Trusts' loan of £25,000 enabled the leverage of funding from elsewhere to run this project in which young people were given the opportunity to realise their potential by exercising creative and entrepreneurial skills. During its second year the scheme gave 96 young people the opportunity to realise their potential by exercising creative and entrepreneurial skills whilst raising funds in support of local charitable causes. 7 schools and 23 teams attended the Lions Den and 9 teams completed the project with 41 young participants. A total of £10,761 was raised and split equally between good causes and being returned to the Shore Ideas pot for future programmes. The programme culminated in an awards night which took place at the Village Hotel in May 2015.

Despite the success of the first 2 years, Bournemouth YMCA were unsuccessful in obtaining sufficient funding for project costs to run a further round of the scheme commencing in 2015/16 as the previous round had led to a financial loss, and it was therefore shelved. The £25,000 is due to be returned to Bournemouth 2026 Trust in 2016/17.

The Trust funded Bournemouth CVS to continue activity to recruit and place young volunteers and continue to offer certificates for volunteering and celebrate and promote the work of young people. Young people were supported with training and expenses and 95 young people attended training in a variety of skills including first aid, food safety, peer mentoring and others. During 2015/16 582 certificates were issued to young people, advice and information was offered to 116 young people about volunteering opportunities. As a result young people volunteered to help with the Bournemouth Holocaust Memorial event, a patient survey at Bournemouth Hospital and dog walking with the Cinnamon Trust. Because of the promotional work 13 new organisations offered awards to young volunteers and more projects within Bournemouth Youth Services are now issuing certificates, and 24 new organisations now offer volunteering opportunities to young people.

Trust staff worked to support the second Bournemouth Young Volunteer Awards Celebration event in November 2015 which was attended by 180 people. Funding was provided for the venue, a video of the event, refreshments and staff supported the organisation of the event up to and including the evening. The scheme and this celebration are an opportunity to celebrate the positive contribution of young people to the community.

Bournemouth 2026 Trust

Trustees' Report

The Trust was also pleased to be able to support Young Enterprise to run the Fiver Challenge in primary schools in the Boscombe area. The project will be run in 2016/17 financial year, and the outcomes covered in next year's annual report.

Turnaround – Families Matter (Troubled Families)

During this year, the trust dropped this area of work as a priority in the new business plan, not because it isn't a priority, but because it had become a government driven programme and it was felt that there was little we could contribute.

Golden Threads

In addition to the four priorities, the Trust has four golden threads running through all its plans and activities:

- Community influencing decisions
- Tackling inequalities
- Earth Charter/sustainability
- Prevention

The Bournemouth Strategic Leadership Forum is attended by leaders from key organisations and the three sectors, public, private/business and voluntary attending.

Forums held over the last year have covered subjects including the results of the 2015 general election and the implications for Bournemouth; 'The Spirit Level – Why Equality is Better for Everyone', the proposed reorganisation of local government in Dorset, employee volunteering. The Strategic Leadership Forum also had input into the Trust's business plan which was reviewed this year.

The Trust has strong links to Bournemouth SUSTAIN, which is the body that supports Bournemouth's activities towards the Earth Charter and locally agreed sustainability commitments. Sustain has played a key role in the successful work to obtain 'Fairtrade Town' status for Bournemouth, this was an excellent example partnership working.

Funding was allocated to SUSTAIN for projects supporting their work across the town and was used to support the following:

Slades Farm Community Garden

Continuing support was provided for the ongoing work to increase community engagement at the Slades Farm Community Garden. The initial funding paid for a toolshed and tools, advertising to raise the profile of the project, increased volunteer numbers and improvement in the fertility and biodiversity of the garden. Advertising and engagement was increased in 2015 which resulted in 119 volunteers attending sessions to September 2015 spending 818 hours gardening. The result is better use of the land, increased understanding of gardening tasks and knowledge of how to grow things to eat. Bournemouth University students visit once a month and a group of local childminders and their pre-school mindees. Special events during 2015 included the Big Dig/Climate Week, Slades Farm Fun Day and Open Day, BU Volunteers Fair and a Pond Presentation at Cherry Tree Nursery's One World Week. The contribution from the Trust levered in funding from Green Goals as well as equipment donations.

In addition to providing financial support members of the Group are actively involved in Community events attending where appropriate. The Chair of Sustain is also a board member of the Dorset LNP (Local Nature Partnership) and the Sustainable Food City Partnership among other activities.

The Development Manager of the Trust is a board member of the Sustainable Food City Partnership.

Bournemouth 2026 Trust

Trustees' Report

Public Health

Bournemouth 2026 Trust also held some funding which was specifically for Public Health Initiatives and this was spent during this financial year on 5 projects as follows:

Health Champions – 6 ‘champions’ were trained to promote and support smoking cessation in Boscombe

Warm & health homes Boscombe & West Howe – to improve the take up of insulation and energy efficiency measures in households by providing a top up. 36 properties received over 40 improvements

Health Champions/Helpers in West Howe – 4 helpers were trained and worked to improve the referral rate to Live Well Dorset

Boscombe Children’s Centre received additional resources to support pregnant women attending the centre.

Conclusion

The Trustees are pleased to present their annual report together with the financial statements. This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities.

The annual report was approved by the trustees of the Charity on 28 September 2016 and signed on its behalf by:

.....
Mrs P J Donnellan
Trustee

Bournemouth 2026 Trust

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Bournemouth 2026 Trust for the purposes of company law) are responsible for preparing the and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and 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 adequate accounting records that are sufficient to show and explain the charitable company's transactions and 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.

Approved by the trustees of the Charity on 28 September 2016 and signed on its behalf by:

.....
Mrs P J Donnellan
Trustee

Bournemouth 2026 Trust

Independent Examiner's Report to the trustees of Bournemouth 2026 Trust

I report on the accounts of the company for the year ended 31 March 2016 which are set out on pages 13 to 32 .

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of ICAEW.

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

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

Basis of independent examiner's report

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

Independent examiner's statement

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

(1) which gives me a 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.

.....
Nicholas Love ACA FCCA (a partner of) PKF Francis Clark
Chartered accountants

Towngate House
2-8 Parkstone Road
Poole
Dorset
BH15 2PW

14 November 2016

Bournemouth 2026 Trust

Statement of Financial Activities for the Year Ended 31 March 2016 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2016 £	Total 2015 £
Income and Endowments from:					
Donations and legacies	2	171,558	357,619	529,177	2,960,021
Charitable activities	3	5,308	15,759	21,067	24,639
Investment income	4	7,250	-	7,250	8,885
Other income	5	81	-	81	-
Total Income		<u>184,197</u>	<u>373,378</u>	<u>557,575</u>	<u>2,993,545</u>
Expenditure on:					
Charitable activities	6	<u>(79,053)</u>	<u>(103,165)</u>	<u>(182,218)</u>	<u>(2,248,834)</u>
Total Expenditure		<u>(79,053)</u>	<u>(103,165)</u>	<u>(182,218)</u>	<u>(2,248,834)</u>
Net income		105,144	270,213	375,357	744,711
Transfers between funds		<u>177,649</u>	<u>(177,649)</u>	<u>-</u>	<u>-</u>
Other recognised gains and losses					
Net movement in funds		282,793	92,564	375,357	744,711
Reconciliation of funds					
Total funds brought forward		<u>43,658</u>	<u>776,023</u>	<u>819,681</u>	<u>74,970</u>
Total funds carried forward	19	<u><u>326,451</u></u>	<u><u>868,587</u></u>	<u><u>1,195,038</u></u>	<u><u>819,681</u></u>

All of the Charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2015 is shown in note 19.

Bournemouth 2026 Trust
(Registration number: 08107118)
Balance Sheet as at 31 March 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	12	1,335	58,387
Investments	13	<u>1,161,075</u>	<u>1,184,814</u>
		<u>1,162,410</u>	<u>1,243,201</u>
Current assets			
Debtors	14	34,358	186,865
Cash at bank and in hand		<u>46,964</u>	<u>19,230</u>
		81,322	206,095
Creditors: Amounts falling due within one year	15	<u>(48,694)</u>	<u>(629,615)</u>
Net current assets/(liabilities)		<u>32,628</u>	<u>(423,520)</u>
Net assets		<u>1,195,038</u>	<u>819,681</u>
Funds of the Charity:			
Restricted income funds		868,587	776,023
Unrestricted income funds			
Unrestricted income funds		<u>326,451</u>	<u>43,658</u>
Total funds		<u>1,195,038</u>	<u>819,681</u>

For the financial year ending 31 March 2016 the Charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the Charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Bournemouth 2026 Trust
(Registration number: 08107118)
Balance Sheet as at 31 March 2016

The financial statements on pages 13 to 32 were approved by the trustees, and authorised for issue on 28 September 2016 and signed on their behalf by:

.....
Mrs P J Donnellan
Trustee

.....
Mr K Lancing
Trustee

Bournemouth 2026 Trust

Statement of Cash Flows for the Year Ended 31 March 2016

	Note	2016 £	2015 £
Cash flows from operating activities			
Net cash income		375,357	744,711
Adjustments to cash flows from non-cash items			
Depreciation		1,438	2,106
Investment income	4	(7,250)	(8,885)
Impairment loss on disposal of fixed assets held for the charity's own use		-	301,774
		369,545	1,039,706
Working capital adjustments			
Decrease/(increase) in debtors	14	152,507	(160,306)
(Decrease)/increase in creditors	15	(191,048)	172,853
Decrease in deferred income		(389,873)	(740,459)
Net cash flows from operating activities		(58,869)	311,794
Cash flows from investing activities			
Interest receivable and similar income	4	7,250	8,885
Purchase of tangible fixed assets	12	(666)	(2,092,840)
Sale of tangible fixed assets		56,280	2,035,989
Purchase of investments	13	(63,261)	(673,881)
Sale of investments		87,000	685,085
Net cash flows from investing activities		86,603	(36,762)
Net increase in cash and cash equivalents		27,734	275,032
Cash and cash equivalents at 1 April		19,230	45,972
Cash and cash equivalents at 31 March		46,964	321,004
Out of balance to Cash at bank and in hand category		-	301,774
Reconciliation of net cash flow to movement in net funds			
Increase/(decrease) in cash		27,734	(26,742)
Net funds at 1 April 2015		19,230	45,972
Net (debt)/funds at 31 March 2016		(8,504)	72,714

All of the cash flows are derived from continuing operations during the above two periods.

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

1 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Basis of preparation

Bournemouth 2026 Trust is a registered charity, registration number 1149697, company number 08107118, registered in the United Kingdom. The address of the charity is given in the reference and administrative details on page 1 of these financial statements. The nature of the charity's operations and principal activities are described in the Trustees annual report set out on pages 2 - 10.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

The charity adopted SORP (FRS 102) in the current year and an explanation of how transition to SORP (FRS 102) has affected the reported financial position and performance is given in the notes to these financial statements.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the Charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the Charity has unconditional entitlement.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

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.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs

These include the costs attributable to the Charity's compliance with constitutional and statutory requirements, including audit, strategic management and Trustee's meetings and reimbursed expenses.

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.

Tangible fixed assets

Individual fixed assets are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

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:

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

Asset class	Depreciation method and rate
Office and computer equipment	25% - 33% straight line basis

Impairment of fixed assets

Intangible and tangible fixed assets are reviewed for impairment when changes in circumstances or events indicate that the carrying value of the fixed assets may not be recoverable. An impairment loss is recognised where the recoverable amount is less than the carrying value.

Investment properties

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by external valuers. The valuers use observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in profit or loss.

Shared ownership properties

The Trust owns 35% as its interests in freehold land and buildings and investment properties. Of this 35%, 20% will be retained by the Trust and 15% is available to be sold at market value to the existing tenants who currently own 65%.

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Fund accounting

Unrestricted income funds are general funds that are available for use at the trustee's discretion in furtherance of the objectives of the Charity.

Restricted income 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.

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme. Contributions are charged in the statement of financial activities as they become payable in accordance with the rules of the scheme.

2 Income from donations and legacies

	Unrestricted funds	Restricted funds	Total 2016	Total 2015
	General £	£	£	£
Donations and legacies;				
Appeals and donations	171,558	350,850	522,408	2,960,021
Grants, including capital grants;				
Grants received	-	6,769	6,769	-
	<u>171,558</u>	<u>357,619</u>	<u>529,177</u>	<u>2,960,021</u>

£2,855,205 of the income in the prior year was attributable to restricted funds and £104,816 was attributable to unrestricted funds.

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

3 Income from charitable activities

	Unrestricted funds	Restricted funds	Total 2016	Total 2015
	General £	£	£	£
Management charges receivable	5,000	-	5,000	-
Rental income	-	15,759	15,759	3,652
Other income	308	-	308	-
Primary purpose trading	-	-	-	20,987
	<u>5,308</u>	<u>15,759</u>	<u>21,067</u>	<u>24,639</u>

All of the income in the prior year was attributable to restricted funds.

4 Investment income

	Unrestricted funds	Total 2016	Total 2015
	General £	£	£
Interest receivable and similar income;			
Interest receivable on bank deposits	-	-	4
Other interest receivable	<u>7,250</u>	<u>7,250</u>	<u>8,881</u>
	<u>7,250</u>	<u>7,250</u>	<u>8,885</u>

All of the income in the prior year was attributable to unrestricted funds.

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

5 Other income

	Unrestricted funds	Total 2016
	General £	£
Gains on sale of tangible fixed assets for charity's own use	81	81

6 Expenditure on charitable activities

	Total 2016	Total 2015
	£	£
Direct costs	17,108	1,769,122
Employment costs	116,779	129,105
Establishment costs	13,504	12,479
Office expenses	3,672	6,330
Printing, postage and stationery	513	386
Subscriptions and donations	493	270
Sundry and other costs	163	191
Cleaning	369	520
Travel and subsistence	1,467	501
Advertising and promotion	3,366	1,884
Expenses paid by Bournemouth council	12,400	-
Bookkeeping	-	3,430
Legal and professional costs	1,503	12,038
Bank charges	23	1
Depreciation of tangible fixed assets	1,438	2,106
Property impairment	-	301,774
	172,798	2,240,137

£2,167,721 of the expenditure in the prior year was attributable to restricted funds and £81,113 was attributable to unrestricted funds.

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds	Total 2016	Total 2015
	General £	£	£
Audit fees			
Audit of the financial statements	-	-	5,700
Independent Examiner's remuneration	5,958	5,958	-
Trustees remuneration and expenses	-	-	301
Cost of trustee meetings	3,462	3,462	2,696
	<u>9,420</u>	<u>9,420</u>	<u>8,697</u>

8 Net incoming/outgoing resources

Net incoming resources for the year include:

	2016 £	2015 £
Audit fees	-	5,700
Impairment loss on disposal of fixed assets held for the charity's own use	-	301,774
Depreciation of fixed assets	1,438	2,106
Independent examiners fee	5,958	-
Bookkeeping	-	3,430
	<u>-</u>	<u>3,430</u>

9 Trustees remuneration and expenses

During the year the Charity made the following transactions with trustees:

Mrs C Khan

£Nil (2015: £301) of expenses were reimbursed to Mrs C Khan during the year.

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

10 Staff costs

The aggregate payroll costs were as follows:

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

	2016 £	2015 £
Staff costs during the year were:		
Wages and salaries	93,579	102,514
Social security costs	7,529	7,199
Pension costs	15,144	19,347
	<u>116,252</u>	<u>129,060</u>

The monthly average number of persons (including senior management team) employed by the Charity during the year expressed as full time equivalents was as follows:

	2016 No	2015 No
Charitable activities and administration	<u>2</u>	<u>3</u>

No employee received emoluments of more that £60,000 during the year.

11 Taxation

No tax was charged in the year (2015 - £nil).

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

12 Tangible fixed assets

	Land and buildings £	Office and computer equipment £	Total £
Cost			
At 1 April 2015	56,011	7,043	63,054
Additions	-	666	666
Disposals	<u>(56,011)</u>	<u>(1,136)</u>	<u>(57,147)</u>
At 31 March 2016	<u>-</u>	<u>6,573</u>	<u>6,573</u>
Depreciation			
At 1 April 2015	-	4,667	4,667
Charge for the year	-	1,438	1,438
Eliminated on disposals	<u>-</u>	<u>(867)</u>	<u>(867)</u>
At 31 March 2016	<u>-</u>	<u>5,238</u>	<u>5,238</u>
Net book value			
At 31 March 2016	<u>-</u>	<u>1,335</u>	<u>1,335</u>
At 31 March 2015	<u>56,011</u>	<u>2,376</u>	<u>58,387</u>

13 Fixed asset investments

	2016 £	2015 £
Investment properties	430,426	374,415
Other investments	<u>730,649</u>	<u>810,399</u>
	<u>1,161,075</u>	<u>1,184,814</u>

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

Investment properties

	Investment properties £
Cost or Valuation	
At 1 April 2015	374,415
Additions	<u>56,011</u>
At 31 March 2016	430,426
Provision	
At 31 March 2016	<u>-</u>
Net book value	
At 31 March 2016	<u>430,426</u>
At 31 March 2015	<u>374,415</u>
There has been no valuation of investment property by an independent valuer.	

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

Other investments

	Unlisted investments £	Total £
Cost or Valuation		
At 1 April 2015	810,399	810,399
Additions	7,250	7,250
Disposals	<u>(87,000)</u>	<u>(87,000)</u>
At 31 March 2016	<u>730,649</u>	<u>730,649</u>
Net book value		
At 31 March 2016	<u>730,649</u>	<u>730,649</u>
At 31 March 2015	<u>810,399</u>	<u>810,399</u>

14 Debtors

	2016 £	2015 £
Trade debtors	61	1,080
Prepayments	-	2,481
Accrued income	-	182,662
Other debtors	<u>34,297</u>	<u>642</u>
	<u>34,358</u>	<u>186,865</u>

15 Creditors: amounts falling due within one year

	2016 £	2015 £
Trade creditors	1,144	10,726
Accruals	46,300	227,766
Deferred income	<u>1,250</u>	<u>391,123</u>
	<u>48,694</u>	<u>629,615</u>

16 Pension and other schemes

Defined contribution pension scheme

The Charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the Charity to the scheme and amounted to £15,144 (2015: £19,347).

17 Charity status

The Charity is a Charity limited by guarantee and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £Nil towards the assets of the Charity in the event of liquidation.

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

18 Commitments

Capital commitments

At the 31 March 2016 the charity had annual commitments under non-cancellable operating leases for land and buildings of £1 within two to five years (2015: £7,781 within one year).

The total amount contracted for but not provided in the financial statements was £1 (2015 - £7,781).

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

19 Funds

	Balance at 1 April 2015 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2016 £
Unrestricted funds					
<i>Unrestricted general funds</i>					
Unrestricted fund	43,658	184,197	(79,053)	177,649	326,451
Restricted funds					
Community land trust	254,082	47,154	44,216	-	345,452
Four priorities	220,065	313,591	(139,707)	127,057	521,006
LPSA Reward grant fund	301,876	2,830	-	(304,706)	-
Migrant impact fund	-	3,034	(3,034)	-	-
Access to work	-	1,769	(1,769)	-	-
Community economic development	-	5,000	(2,871)	-	2,129
Total restricted funds	<u>776,023</u>	<u>373,378</u>	<u>(103,165)</u>	<u>(177,649)</u>	<u>868,587</u>
Total funds	<u>819,681</u>	<u>557,575</u>	<u>(182,218)</u>	<u>-</u>	<u>1,195,038</u>
	Balance at 1 April 2014 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2015 £
Unrestricted funds					
<i>Unrestricted general funds</i>					
Unrestricted fund	13,869	113,701	(81,113)	(2,799)	43,658
Restricted funds					
Community land trust	-	2,148,918	(1,894,836)	-	254,082
Four priorities	-	377,680	(157,615)	-	220,065
LPSA Reward grant fund	22,305	296,221	(16,650)	-	301,876
Health inequalities fund	38,796	45,057	(86,652)	2,799	-
Migrant impact fund	-	11,968	(11,968)	-	-
Total restricted funds	<u>61,101</u>	<u>2,879,844</u>	<u>(2,167,721)</u>	<u>2,799</u>	<u>776,023</u>
Total funds	<u>74,970</u>	<u>2,993,545</u>	<u>(2,248,834)</u>	<u>-</u>	<u>819,681</u>

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

The specific purposes for which the funds are to be applied are as follows:

Community Land Trust - support for CLT projects.

4 Priorities -

Supporting the regeneration of Boscombe and West Howe.

Support for Turnaround Families Matter (national program).

Helping young people in Bournemouth realise their potential.

LPSA Reward Grant Fund - monies transferred from Bournemouth Council to Bournemouth 2026. Match funding for ERDF bid for enterprising in Bournemouth.

Health Inequalities Fund - to address health inequalities in West Howe and Boscombe.

Migrant Impact Fund - Support for Migrants in Bournemouth and Poole managed by Dorset Race Equality Council.

Access to work - funding received for equipment to support the retired development manager.

Community economic development - funding received towards the Boscombe Community Economic Plan Development Fund

Transfers have been made to correct historical expenses allocations and to correctly reflect the restricted fund closing balances held.

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

20 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	General funds	funds	funds
	£	£	£
Tangible fixed assets	1,335	-	1,335
Fixed asset investments	292,488	868,587	1,161,075
Current assets	81,322	-	81,322
Current liabilities	(48,694)	-	(48,694)
Total net assets	<u>326,451</u>	<u>868,587</u>	<u>1,195,038</u>

21 Analysis of net funds

	At 1 April 2015	Cash flow	At 31 March
	£	£	2016
			£
Cash at bank and in hand	19,230	27,734	46,964
Net debt	<u>19,230</u>	<u>27,734</u>	<u>46,964</u>

22 Related party transactions

During the year the Charity made the following related party transactions:

Bournemouth Borough Council

(Related as one or more trustees have an interest in Bournemouth Borough Council)

Salaries and expenses totalling £125,580 (2015: £122,992) were paid for by the Council on behalf of the charity, this has been recorded as a donation.

Investments of £730,649 (2015: £810,399) are held by the council on behalf of the charity.

Investment income of £7,250 (2015: £8,881) has been received from the council during the year.

Deferred grant income of £nil (2015: £391,123) relating to the council is included in liabilities

Grant Income of £391,123 (2015: £740,459) was released from deferred income and included in income during the year.

Accrued donation income of £nil (2015: £32,862) is due from the council and is included in assets. At the balance sheet date the amount due to Bournemouth Borough Council was £Nil (2015 - £149).

BCHA

(One of the trustees is CE)

During the year purchases of £nil (2015: £9,900) were made from BCHA. At the balance sheet date the amount due to BCHA was £Nil (2015 - £1,800).

Bournemouth 2026 Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

23 Transition to FRS 102

The charity has adopted the SORP (FRS 102) for the first time in the year ended 31 March 2016.

The effect of transition from SORP (2005) to SORP (FRS 102) is outlined below.

a) Changes in accounting policies

No consequential changes in accounting policies resulting from adoption of SORP (FRS 102) were required.

b) Reconciliation of total charity funds

No adjustments were required to previously reported total charity funds at the date of transition to SORP (FRS 102) or at the end of the comparative period.

c) Reconciliation of comparative period net income

No adjustments were required to previously reported net income in the comparative period: