

REGISTERED COMPANY NUMBER: 05768612 (England and Wales)
REGISTERED CHARITY NUMBER: 1122113

DORSET COMMUNITY FOUNDATION
REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2018

Schofields
Chartered Accountants and Statutory Auditors
6th Floor Dean Park House
Dean Park Crescent
Bournemouth
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BH1 1HP

DORSET COMMUNITY FOUNDATION
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For The Year Ended 31 March 2018

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DORSET COMMUNITY FOUNDATION

REPORT OF THE TRUSTEES

For The Year Ended 31 March 2018

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2018. The trustees have adopted the provisions of the Charities Statement of Recommended Practice (SORP) Accounting and Reporting by Charities (FRS 102) in preparing the annual report and financial statements of the charity.

INCORPORATION

The charitable company was incorporated on 4 April 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

05768612 (England and Wales)

Registered Charity number

1122113

Registered office

The Spire
High Street
Poole
Dorset BH15 1DF

Trustees

Mr C Morle

Resigned - 4th December 2017

Mr J Hart

Resigned - 4th December 2017

Mr P J Eales

Mrs J Gould (acting Co-Chair)

Mr G Trobridge

Mr J Mills (acting Co-Chair)

Mr F Guinn

Mr J Greenwood

Mr N Fernyhough (Treasurer)

Ms Michelle Scanlan-Sanson

Sir Martin Davidson

Mr Paul Sizeland

Appointed – 4th December 2017

Mr William Ansell

Appointed – 4th December 2017

Mrs Sofie Scott

Appointed – 19th March 2018

Mr Darren Northeast

Appointed – 19th March 2018

Company Secretary

Mr G Trobridge

Senior Statutory Auditor

Mr P J Schofield FCA

Auditors

Schofields

Chartered Accountants and Statutory Auditors

6th Floor Dean Park House

Dean Park Crescent

Bournemouth

Dorset

BH1 1HP

Bankers

CAF Bank Ltd

25 Kings Hill Avenue

West Malling

Kent

ME19 4JQ

REPORT OF THE TRUSTEES
For The Year Ended 31 March 2018

REFERENCE AND ADMINISTRATIVE DETAILS

Patrons:

Capt M Fulford Dobson RN CVO, OBE, KStJ, JP, DL
The Lord Lieutenant, Capt Angus Campbell
The Right Reverend Karen Gorham, Bishop of Sherborne

Investment Managers:

CCLA Investment Management Ltd
Smith and Williamson

Chief Executive Officer:

Mr J Yates

Date of Deed:

4th April 2006

Vision and Mission

Our vision - A united and thriving Dorset built on a culture of giving and philanthropy.

Our Mission – Raising funds for those most in need in Dorset.

The Foundation is a Quality Accredited member of UK Community Foundations (UKCF), the umbrella body for the network of Community Foundations.

Structure, Governance and Management

Establishment

Dorset Community Foundation is a charity which was founded on 14 June 2000. It acts as a conduit to local philanthropy, linking private and public funders with small community projects across Dorset. It is an accredited member of UK Community Foundations, a national association which promotes and supports 46 Community Foundations across the country.

Board Appointments

The Memorandum of Articles and Association of the charitable company provide for an unlimited number of trustees who are directors of the company all of whom must be members (at the time of writing those on the Board of Trustees are the company's only members). At each AGM any trustee who is due to retire after their three-year term, who remains qualified, may be reappointed for a maximum of three consecutive periods of office. The Board of Trustees meet four times per year and to the date of this report are shown on page 1.

Trustees' Induction and Training

New Trustees undergo an induction process to brief them on their statutory obligations under charity and company law; the Articles of Association; the charity's activities; organisation and decision making; current business plan and recent financial performance. For ongoing training purposes the Board undertakes ad hoc training as required, holds an annual away day to look at specific elements of the Foundation's work and engages with seminars and regional meetings organised by UKCF.

Remuneration of Key Management personnel

The pay and remuneration of the charity's key management personnel, including senior management who have key responsibilities, are set by the Finance and General Purposes Committee which is chaired by the Treasurer. The charity adopts a 'market-based' approach to pay and associated employment terms. Pay is subject to benchmarking within relevant markets and is reviewed annually.

Board Subcommittees

The Board has two subcommittees:

A Finance & General Purposes Committee which ensures the proper administration of the charity including:

- Financial management, the setting and reviewing of budgets and overseeing investment performance
- Developing efficient management information systems, controls and procedures
- Recruiting and managing staff, agreeing salaries and conditions of employment
- Health and safety matters
- Managing risk
- Planning for Board meetings including regular oversight of the Charity's three-year business plan
- Governance including trustee development and succession

A Grants & Impact Committee which:

- Oversees grants made by grants panels and ensures these are in line with Foundation policy and strategy
- Keeps abreast of the needs in the area of benefit, the funding environment and other issues relevant to the Foundation's engagement with the community
- Reviews grant making procedures and application processes

- Recommends grant making strategy and targets to the Board
- Carries out appropriate analysis and follow up of grant making to fully assess and report on the impact of the grant making programmes and outcomes delivered
- Identify ways other than grant making for the Foundation to contribute appropriately to meeting the needs of local communities and monitor progress on the initiatives prioritised

Fund Development is overseen by the full Board of Trustees which seeks to secure income by methods including:

- Identify and influence potential private, public and individual sources of funding
- Establish targets and ensure actions are taken to maximise statutory, private, legacy and endowment opportunities
- Ensure the Foundation has the right skills and tools to extend its funding base
- Oversee effective relationship management in donor development
- Scrutinise the relevant elements of the Foundations business plan
- Ensure all Board members and staff are actively involved in delivering these functions

OBJECTIVES AND ACTIVITIES

In March 2017 the Trustees agreed a Strategic and Operational Plan for the period 2017 to 2020. The Strategic Objectives of the Foundation within that plan are:

- **Impactful Grant Making** - to deliver effective grant programmes targeting need in Dorset by knowing our focus and measuring our impact:
 - Deliver £250k p.a. in effective grants across a range of programmes from 31/03/2020
 - Measure and report on the impact of our grant making
 - Aspire to identify and develop strategic grant programmes that meet identified needs
- **Growing Philanthropy** - to inspire those with resources to provide money and support through us to meet needs in Dorset. To engaging with a range of donors to increase our potential to meet need in Dorset:
 - Build endowment to £5m by 31/03/2020
 - Obtain £100k of new flow-through funding by 31/03/2020
 - Deliver outstanding services to donors to increase their engagement
- **Being Fit to Succeed** - to build a Board and Team with the diversity and skills to facilitate impactful grant making and philanthropy growth:
 - Secure the financial sustainability of the Foundation
 - Organisational processes focussed on strategy and operational efficiency
 - Ensure the organisation contains the necessary skills, identify gaps and train/recruit accordingly
- **Leadership** - being leaders on both need and giving in Dorset, influencing others to engage with the development of philanthropy:
 - Update the Hidden Dorset Report in 2018
 - Complete Annual Stakeholder Analysis and develop strategies for engagement

Grant Making

The Foundation has a key role in grant management and distribution to Dorset voluntary or community groups, which are established for charitable purposes, subject to the exclusions in the Foundation's constitution, and their application meets the eligibility criteria of the fund being applied to. The Foundation provides support and outreach to enable organisations to receive funding and understand the terms and conditions of their grant award, and the monitoring and evaluation processes that are required.

All grantees receive an 'End of Grant' monitoring form, which may be followed up by a visit from a member of the staff team or Trustees who will evaluate the progress and effectiveness of the grant. The Foundation will ask for monies to be returned if, for any reason, the group is unable to use the grant for its original, defined purpose - unless alternative conditions or a grant variation has been agreed prior to expenditure.

Risk Management

The principal identified risks to which the charity is exposed are integrated into the business plan to ensure they are regularly reviewed. The Charity also maintains a risk register which is reviewed by the Finance & General Purposes Committee and reported to the Board at each quarterly meeting.

Fundraising Regulator

The Foundation demonstrates its commitment to good fundraising practice and follows the Code of Fundraising Practice and the Fundraising Promise. The Foundation does not use professional fundraising agencies. No complaints have been registered against the Foundation during the year under review. We are registered with the Fundraising Regulator.

Objectives and Activities of the Foundation for the Public Benefit

Our activities are determined by our charitable objects:

- The promotion of any charitable purposes for the benefit of the community in Dorset, including Poole and Bournemouth and its immediate neighbourhood and in particular the advancement of education, the protection of good health both mental and physical and the relief of poverty
- Other exclusively charitable purposes in the United Kingdom and elsewhere which are in the opinion of the Directors beneficial to the community with a preference for those in the area of benefit

Our aim is to bring the benefits of local philanthropy, especially long-term support, to grass roots community projects across Dorset. To that end, Dorset Community Foundation holds funds on behalf of individuals, families, trusts, companies and statutory bodies investing them to provide further income for our charitable aims. We then engage with groups or individuals on behalf of these funders, promoting their criteria, making awards and collecting feedback. The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Foundation's aims and objectives and in planning future activities and setting the grant making policy for the year.

Achievements and Financial Performance 2017-18

Review of Achievements

The foundation has made a significant difference to the local Dorset community by its activities and grant making. We are pleased to record that in the last financial year we have distributed £362,056 in grants to 117 local groups and individuals.

- The Lord-Lieutenant's Fund for Young & Talented continued to support disadvantaged future sports stars. 18 young people were supported during the year with two grantees representing England at The Commonwealth Games in Australia in 2018.
- The Youth Social Action Fund and Longleigh supported 9 groups with £42,668. This fund delivers on behalf of The Big Lottery and the Government Office for Civil Society and local matched funding received from The Longleigh Foundation. The Fund supports social action in young people which involves activities such as campaigning, fundraising and volunteering, all of which enable participants to make a positive difference to their communities.
- The Neighbourhood Grants Programme distribute £96,482 to 27 groups, significantly more than in 2016/17. This was in part due to a donation of £100,000 from a closing down trust, which preferred to remain anonymous, which supported 14 local groups. <https://www.dorsetcommunityfoundation.org/news/100k-windfall-charities-closing-charitable-trust/>
- Our Bursary Programme continued to help young people in further education at our local colleges. 38 students were supported with £19,985.
- The Raising Aspirations programmes in Wey Valley and The Blandford School, matching under achieving pupils with volunteer mentors from the community who can coach them and help raise their aspirations, came to an end in July 2017. The programme, funded by The Goldsmiths' Company, helped a total of 24 pupils with the results showing a very encouraging change in their outlook and prospects.
- Local solicitors Kitson & Trotman established an endowed fund of £56,399 using unclaimed client funds as allowed by Solicitors Regulatory Authority rules. The fund is supporting groups in West Dorset. <https://www.dorsetcommunityfoundation.org/news/kitson-trotman-solicitors-establishes-charitable-fund/>
- Our Surviving Winter Appeal raised record donations totalling £66,513 for distribution to older people in fuel poverty. This included a match fund opportunity from The Post Code Lottery via The Big Give of £15,000 and funds raised from being the chosen charity for the Dorchester Literature Festival. This year we supported 225 households in fuel poverty in Dorset by working through Citizens Advice in Dorset (163) and The Centre for Sustainable Energy (62). <https://www.dorsetcommunityfoundation.org/news/chosen-charity-dorchester-literary-festival/>
- The trustees of The Graham Burrough Trust decided to transfer the assets of the trust to both Somerset and Dorset Community Foundations. The fund received £333,301 and will support local groups working with people with mental health issues such as therapeutic and support groups, carers support & respite and projects promoting education for a better understanding of mental health issues.

Financial Review

The Foundation had a successful financial year. Grant making exceeded target by £202,703. Revenue donations exceeded target by £84,019. Endowment donations were £495,948 against a target of £600,000.

The key performance indicators for the Foundation are:

	2018	2017
Growth in Endowment funds	*352,549	313,492
Grants payable	362,056	149,055
Unrestricted fund (deficit)/surplus	(3,298)	15,847

* New endowment donations before set up contributions were £495,948.

These figures indicate continued growth in the Foundation's Endowment funds, which is recognised as the key objective in growing the charity and increasing its impact.

Grants payable increased from 2017 by £213,001 due to the focus on our Strategic Plan Objectives of Impactful Grant Making and Growing Philanthropy.

It is essential that the Foundation maintains sufficient unrestricted reserves to be able to maintain its current level of activity, funding staff and overhead costs. This was achieved this year by the allocation of capital growth, above the objective of maintaining restricted and endowment funds at inflation adjusted levels, to support the integrity and impact of the grant making process.

The Foundation continued to monitor the impact of the grants made to beneficiaries. This is a key aspect of the Foundations' work and purpose – the experienced staff employed by the Foundation review and assess the suitability of organisations for grants and monitor the results. The Grants Impact Committee oversees that element of the Charity's activity and has confirmed that it is satisfied with the charity's activities in this area.

Incoming Resources

The Foundation's total incoming resources for 2017/18 was £839,876, representing an increase on last year of £368,195, the overall funds of the Foundation increased by £238,742 to £2,577,265. The following points should be noted:

Endowed Donations

During the year The Toby's of Shaftesbury Fund received a further donation of £101,248. Local solicitors Kitson & Trotman established an endowed fund of £56,399 using unclaimed client funds as allowed by Solicitors Regulatory Authority rules. The trustees of The Graham Burrough Trust decided to use the assets of the trust to create an endowed fund in support of Mental Health. The fund received £333,301.

Investments

Central to the Foundation's mission is the development of endowment funds, providing sustainable support for local communities in the long term whilst tackling need and deprivation through appropriate, targeted financial support. The investment objective is to maximize the "total return" over the medium and long term, without taking undue risk. The aim is to maintain the capital value of the fund, allowing for inflation, and to generate a return (whether from capital gains, dividends or interest) for core costs and grants programmes. The Trustees may make decisions to realise capital from growth from time to time to support the grants programmes.

Our main stock market investments are managed by Smith and Williamson.

Funds received under the Community First Match Challenge are invested, as a condition of the scheme, in the COIF Charity Investment Fund managed by CCLA. This fund has performed well compared with investment markets generally and the trustees are satisfied with the returns obtained.

In 2016 we decided to join with the Community Foundations in Devon, Somerset and Wiltshire in a co-investment strategy. The group invests with Smith & Williamson. During 2017/18 the transfer of our assets from BlackRock was completed.

Current asset funds not immediately required are held in bank deposit accounts.

Grants

Grant distribution during the year was £362,056 (2016/17: £149,055).

Unrestricted Income

The balance of our unrestricted income is, at present, used to meet core expenditure which is not covered by restricted core income. The unrestricted fund position for 2017/18 was £50,300 (2016/17: £53,598).

Restricted Income Funds

Our restricted income funds as of 31st March 2018 totalled £139,113 (31st March 2017 £249,622). These funds are not regarded as free reserves by the trustees.

Reserves Policy

A considerable part of the Foundation's income has consisted of statutory and non-statutory funding schemes which are uncertain and relatively short-term. The trustees believe it is necessary to retain reserves at a level to maintain operations between the time such schemes end and before new ones are secured. The awarding of new funding streams to the Foundation is subject to competition from other organisations and cannot be relied upon with any certainty. Free reserves must also be maintained to cover statutory obligations to our staff should that prove necessary.

The Board have decided this represents approximately three months unrestricted expenditure, this represents approximately £50,000.

Trustees' Responsibilities Statement for Charitable Companies

The trustees (who are also directors of Dorset Community Foundation for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare full 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 including the income and expenditure of the charitable company for the year.

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 2015 (FRS102)

- 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
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

The trustees are responsible for keeping adequate 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:

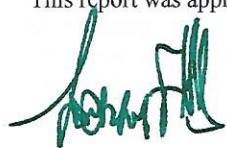
- There is no relevant audit information of which the charitable company's auditor is unaware and
- The trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditors

A resolution to re-appoint Schofields as the Charity's auditor will be proposed at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies.

This report was approved by the Board of Trustees and authorised for issue on 10th December 2018 and is signed on its behalf by:-



Jeremy Mills
Acting Co-Chairman

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF DORSET COMMUNITY FOUNDATION

Opinion

We have audited the financial statements of Dorset Community Foundation (the 'charitable company') for the year ended 31 March 2018 which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2018, 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

[continued ...]

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees report.

We have nothing to report in respect of the following matters in relation to which 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
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit. or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement [set out on pages 5 and 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, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

[continued ...]

Use of our report

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 audit work has been undertaken so that we might state to the charitable company'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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mr P J Schofield FCA (Senior Statutory Auditor)
for and on behalf of Schofields
Chartered Accountants and Statutory Auditors
6th Floor Dean Park House
Dean Park Crescent
Bournemouth
Dorset
BH1 1HP

Date: 10th December 2018

DORSET COMMUNITY FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES **(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)** **For The Year Ended 31 March 2018**

		Unrestricted Funds		Restricted Funds		Endowment Funds		Total Funds	Total funds
	Notes	2018 £	2017 £	2018 £	2017 £	2018 £	2017 £	2018 £	2017 £
Income and endowments from:									
Donations and legacies	2	25,089	23,950	167,286	145,810	495,948	100,000	688,323	269,760
Charitable activities	4	6,260	65,726	92,424	77,710	-	-	98,684	143,436
Investments	3	166	432	52,703	58,053	-	-	52,869	58,485
TOTAL		31,515	90,108	312,413	281,573	495,948	100,000	839,876	471,681
Expenditure on:									
Charitable activities	5	137,212	74,478	435,523	264,244	25,371	10,731	598,106	349,453
TOTAL		137,212	74,478	435,523	264,244	25,371	10,731	598,106	349,453
Realised Gain on Investments		-	-	-	-	50,412	1,689	50,412	1,689
Net (Losses)/Gains on Investments		-	-	-	-	(53,440)	241,989	(53,440)	241,989
Net income/ (expenditure)		(105,697)	15,630	(123,110)	17,329	467,549	332,947	238,742	365,906
Transfers between funds	18	102,399	217	12,601	19,238	(115,000)	(19,455)	-	-
Net movement in funds		(3,298)	15,847	(110,509)	36,567	352,549	313,492	238,742	365,906
RECONCILIATION OF FUNDS									
Total funds brought forward		53,598	37,751	249,622	213,055	2,035,303	1,721,811	2,338,523	1,972,617
TOTAL FUNDS CARRIED FORWARD		50,300	53,598	139,113	249,622	2,387,852	2,035,303	2,577,265	2,338,523

The notes on pages 13-26 form part of these statements.

The Statement of Financial Activities include all gains and losses recognised during the year.

All income and expenditure derive from continuing activities.

DORSET COMMUNITY FOUNDATION (REGISTERED NUMBER: 05768612)**BALANCE SHEET****At 31 March 2018**

	Notes	Unrestricted funds £	Restricted Funds £	Endowment funds £	2018 Total funds £	2017 Total Funds £
FIXED ASSETS						
Tangible assets	12	586	-	-	586	744
Investments	13	<u>106,665</u>	<u>80,000</u>	<u>2,315,494</u>	<u>2,502,159</u>	<u>1,828,194</u>
		107,251	80,000	2,315,494	2,502,745	1,828,938
CURRENT ASSETS						
Debtors: amounts falling due within one year	14	6,196	20,278	24,282	50,756	8,480
Investments	15	-	-	48,076	48,076	-
Cash at bank and in hand		<u>(42,706)</u>	<u>152,200</u>	<u>-</u>	<u>109,494</u>	<u>514,832</u>
		(36,510)	172,478	72,358	208,326	523,312
CREDITORS						
Amounts falling due within one year	16	(20,441)	(113,365)	-	(133,806)	(13,727)
NET CURRENT ASSETS		<u>(56,951)</u>	<u>59,113</u>	<u>72,358</u>	<u>74,520</u>	<u>509,585</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>50,300</u>	<u>139,113</u>	<u>2,387,852</u>	<u>2,577,265</u>	<u>2,338,523</u>
NET ASSETS		<u>50,300</u>	<u>139,113</u>	<u>2,387,852</u>	<u>2,577,265</u>	<u>2,338,523</u>
FUNDS	18					
Unrestricted funds					50,300	53,598
Restricted funds					139,113	249,622
Endowment funds					<u>2,387,852</u>	<u>2,035,303</u>
TOTAL FUNDS					<u>2,577,265</u>	<u>2,338,523</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006.

The financial statements were approved by the Board of Trustees on 10th December 2018 and were signed on its behalf by:



Mr Jeremy Mills (Co-Chairman)-Trustee



Mr Nick Fernyhough (Treasurer)

The notes on pages 13-26 form part of these statements.

DORSET COMMUNITY FOUNDATION**STATEMENT OF CASH FLOWS****For the Year ended 31 March 2018**

	2018 £	2017 £
NET CASH USED IN OPERATING ACTIVITIES (See below)	(203,715)	(26,631)
CASHFLOWS FROM INVESTING ACTIVITIES		
Dividends and interest from investments	52,869	58,485
Purchase of tangible fixed assets	-	(339)
Net additions to investments	(2,020,929)	-
Proceeds from sale of investments	<u>1,343,935</u>	<u>19,455</u>
NET CASH GENERATED BY INVESTING ACTIVITIES	(624,125)	77,601
CASHFLOWS FROM FINANCING ACTIVITIES		
Receipt of endowment	<u>470,577</u>	<u>203,884</u>
NET CASH GENERATED BY FINANCING ACTIVITIES	<u>470,577</u>	<u>203,884</u>
CHANGE IN CASH AND CASH EQUIVALENTS IN THE REPORTING PERIOD	(357,263)	254,854
CASH AND CASH EQUIVALENTS AT 1ST APRIL 2017	<u>514,832</u>	<u>259,978</u>
CASH AND CASH EQUIVALENTS AT 31ST MARCH 2018	<u>157,569</u>	<u>514,832</u>
RECONCILIATION OF NET INCOME TO NET CASHFLOW FROM OPERATING ACTIVITIES		
Net income for the reporting period as per the statement of financial activities	238,742	365,906
Adjustments for:		
Dividends and interest from investments	(52,869)	(58,485)
Depreciation charges	158	1,121
Loss on disposal of fixed assets	-	-
Gain on disposal of investments	(50,412)	(1,689)
Losses/(Gains) on investments	53,440	(241,989)
(Increase)/Decrease in debtors	(42,276)	113,277
Increase/(Decrease) in creditors	120,079	(888)
Receipt of endowment	<u>(470,577)</u>	<u>(203,884)</u>
NET CASH USED IN OPERATING ACTIVITIES	<u>(203,715)</u>	<u>(26,631)</u>
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Cash in hand and at bank	<u>109,493</u>	<u>514,832</u>
Current asset investment – Cash held	<u>48,076</u>	-
TOTAL CASH AND CASH EQUIVALENTS	<u>157,569</u>	<u>514,832</u>

DORSET COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended 31 March 2018

1. ACCOUNTING POLICIES

Accounting convention

Dorset Community Foundation is a private limited company registered in England. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the Charity. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on pages 2 and 3.

The Charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets and in accordance with the 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), The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), The Companies Act 2006, and UK Generally Accepted Accounting Practice as it applies from January 2015.

The Trustees have considered the projected unrestricted income and expenditure of the charity in the twelve month period from the date of signing of the accounts. Although levels of income cannot be projected with certainty, as they arise from projects undertaken during the year, the Trustees are confident that, although a deficit may be incurred it will be at a level that can be covered by reserves brought forward, as ongoing core costs can be reduced substantially if circumstances arise to make this necessary. This would of course impair the charity's ability to meet its objectives, but the Trustees realise that this is a route they might need to take. In the light of these considerations the Trustees believe it is appropriate to prepare the accounts on a going concern basis.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

The following specific policies are applied to particular categories of income:

Donations and Legacies

Voluntary income is received by way of grants, donations, legacies and gifts and is recognised in the Statement of Financial Activities when receivable.

Charitable Activities

Incoming resources from grants, where related to performance and specific deliverables are accounted for as the charity earns the right to consideration by its performances. Where the grant has been received but the right to consideration has not been earned as at the financial year end, the income is deferred.

Investment income

Investment income is accounted for in the period in which the charity is entitled to receipt.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Grants offered subject to conditions which have not been met at the year-end date are noted as a commitment but not accrued as expenditure.

Charitable activities

Costs of charitable activities include grants made and support costs as shown in note 5.

Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Office equipment - 25% on cost and 15% on reducing balance

Investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in "net gains/(losses) on investments" in the Statement of Financial Activities if the shares are publicly traded or their fair value can otherwise be measured reliably. Current asset investments are short term highly liquid investments and are held at fair-value. These include cash on deposit and cash equivalents with a maturity of less than one year.

DORSET COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

For The Year Ended 31 March 2018

Taxation

The charity is exempt from corporation tax on its charitable activities.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Financial Instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Pensions

The charity has a defined contribution pension scheme. The cost of contributions to the scheme are charged to the Statement of Financial Activities as they become payable.

Fund accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity.

Restricted funds are subject to restrictions on their expenditure imposed by the donor or through the terms of a grant.

Endowment funds are expendable and are accumulated to provide a regular source of income in respect of both the charity's grant aid programme and grant making support costs.

Details of the nature and purpose of each fund is set out in note 18.

Critical accounting judgements and key sources of estimation uncertainty

In the application of the accounting policies, Trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. In the Trustees view there are no estimates and assumptions that have significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Change in Presentation

Fund Set-up fees previously recognised within Charitable activity income (Management fees – funds) of £10,731 has been re-presented within Charitable activity costs. The fees are neither an income or expense of the charity, with the corresponding expense (previously the restricted fund costs had been recognised within professional fees) having been eliminated. The adjustment has had no effect on the reported net income of that period which remains at £365,906.

DORSET COMMUNITY FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED****For The Year Ended 31 March 2018****2. DONATIONS AND LEGACIES**

	2018	2017
	£	£
Donations and gifts	680,290	264,028
Gift aid	<u>8,033</u>	<u>5,732</u>
	<u>688,323</u>	<u>269,760</u>

Income from donations and legacies was £688,323 (2017: £269,760) of which 495,948 (2017: £100,000) was attributable to endowments, £167,286 (2017: £145,810) was attributable to restricted funds and £25,089 (2017: £23,950) was attributable to unrestricted funds.

3. INVESTMENTS

	2018	2017
	£	£
Dividend income	52,703	58,053
Deposit account interest	<u>166</u>	<u>432</u>
	<u>52,869</u>	<u>58,485</u>

Income from investments was £52,869 (2017: £58,485) of which £52,703 (2017: £58,053) was attributable to restricted and £166 (2017: £432) was attributable to unrestricted funds.

4. INCOME FROM CHARITABLE ACTIVITIES

	2018	2017
	Total activities	Total activities
	£	£
Grants	92,424	138,380
Management fees - Contracted	<u>6,260</u>	<u>5,056</u>
Grants received, included in the above, are as follows:	<u>98,684</u>	<u>143,436</u>

	2018	2017
	£	£
Government Grants:		
Dorset County Council	-	20,000
Office for Civil Society	-	<u>20,000</u>
Total	=	<u>40,000</u>
Others:		
Comic Relief:		
Core Strength	23,428	-
Comic Relief – Local Communities Programme	-	16,727
Red Nose Day Community Cash Fund	-	15,983
Anonymous Charitable Trust	-	60,670
I Will- Youth Social Action Fund	20,000	-
Wave 105 Cash for Kids	-	5,000
MARS Fund	18,996	-
Royal London Fund	5,000	-
Longleigh Foundation	<u>25,000</u>	-
Total	<u>92,424</u>	<u>98,380</u>
	<u>92,424</u>	<u>138,380</u>

Management Fees included in table above, are as follows:

	2018	2017
	£	£
Comic Relief	2,460	3,056
MARS Fund	1,300	-
Royal London Fund	300	-
Assessing Fee	200	-
Youth Social Action Fund	<u>2,000</u>	<u>2,000</u>
	<u>6,260</u>	<u>5,056</u>

Income from charitable activities was £98,684 (2017: £143,436) of which £Nil (2017: £Nil) was attributable to endowments, £92,424 (2017: £77,710) was attributable to restricted and £6,260 (2017: £65,726) was attributable to unrestricted funds.

DORSET COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

For The Year Ended 31 March 2018

5. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 6)	Grant funding of activities (See note 7)	Governance Costs (See note 8)	Totals
	£	£	£	£
Anonymous Trust Revenue Fund	-	59,745	-	59,745
Bournemouth & Poole College Foundation Fund	-	2,471	-	2,471
Bournemouth Communities Fund	-	20,784	-	20,784
Collins Fund	250	-	-	250
Comic Relief	-	11,714	-	11,714
Dorset Communities Fund	-	1,561	-	1,561
Dorset County Community Fund	6,061	-	-	6,061
Dorset County Council Educational Trusts Fund	-	4,388	-	4,388
Dorset Education Trust for Children and Young People	-	3,531	-	3,531
Edmonds Fund	-	15,000	-	15,000
Goldsmiths Fund	8,004	-	-	8,004
Graham Burrough Fund	16,665	80,000	-	96,665
Grant making support	192,903	-	3,900	196,803
Joy and Lance Collier Fund	-	3,292	-	3,292
Kitson and Trotman Fund	2,820	-	-	2,820
Longleigh Fund	-	22,500	-	22,500
Lord Lieutenant's Fund	-	10,370	-	10,370
Marjorie Gordon Fund	-	-	-	-
MARS Fund	-	18,996	-	18,996
Neighbourhood Fund	-	10,975	-	10,975
Poole Communities Fund	-	3,417	-	3,417
Royal London Fund	-	5,000	-	5,000
Salisbury Diocese Fund	-	6,513	-	6,513
Superior Stem Bursary Fund	-	4,565	-	4,565
Surviving Winter	385	43,200	-	43,585
Tall Ships Fund	-	1,500	-	1,500
The Dorset Community Foundation Bursary Scheme	-	5,030	-	5,030
Toby's of Shaftsbury Fund	5,062	7,336	-	12,398
Youth Social Action Fund	-	20,168	-	20,168
	<u>232,150</u>	<u>362,056</u>	<u>3,900</u>	<u>598,106</u>

£25,371 (2017: £10,731) of the above costs were attributable to endowments, £435,523 (2017: £264,244) were attributable to restricted and £137,212 (2017: £74,478) were attributable to unrestricted funds.

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2018 £	2017 £
Staff costs	177,708	139,214
Recruitment	73	88
Computer costs	3,701	4,185
Insurance	873	782
Depreciation	159	1,121
Bookkeeping	14,994	12,591
Subscriptions	11,507	9,129
Legal and Professional	13	1,981
Marketing and Communications	2,164	7,554
Training	1,784	-
Travel and subsistence	4,375	5,724
Rent and room hire	4,789	4,150
Telephone / Broadband	953	1,306
Postage and stationery	1,450	3,095
Bank charges	133	75
Sundries	1,413	5,653
Grants repayable	<u>6,061</u>	<u>-</u>
	<u>232,150</u>	<u>196,648</u>

DORSET COMMUNITY FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED****For The Year Ended 31 March 2018****7. GRANTS PAYABLE**

	2018 £	2017 £
Anonymous Trust Revenue Fund	59,745	-
Bournemouth & Poole College Foundation Fund	2,471	-
Bournemouth Communities Fund	20,784	4,000
Comic Relief	11,714	47,964
Dorset Communities Fund	1,561	6,081
Dorset County Council Educational Trusts Fund	4,388	-
Dorset Education Trust for Children and Young People	3,531	-
Edmonds Fund	15,000	-
Goldsmiths Fund	-	7,266
Graham Burrough Trust	80,000	-
Joy and Lance Collier Fund	3,292	2,079
Longleigh Fund	22,500	-
Lord Lieutenant's Fund	10,370	8,595
Marjorie Gordon Fund	-	188
MARS Fund	18,996	-
Neighbourhood Fund	10,975	8,682
Poole Communities Fund	3,417	5,000
Royal London Fund	5,000	-
Salisbury Diocese Fund	6,513	3,334
Superior Stem Bursary Fund	4,565	2,379
Surviving Winter	43,200	18,500
Tall Ships Fund	1,500	3,500
The Dorset Community Foundation Bursary Scheme	5,030	13,173
Toby's of Shaftsbury Fund	7,336	-
Youth Social Action Fund	20,168	18,314
	<u>362,056</u>	<u>149,055</u>

The total grants paid to institutions during the year was as follows:
Grant Awarded to

	Amount Awarded £
The Burrough Harmony Centre	80,000
Shaftesbury Abbey & Museum Preservation Trust Company Limited	15,000
Creative Kids	8,860
Dorset Blind Association	5,000
Hope Housing ,Training and Support Ltd	5,000
Wheels for Freedom	5,000
B Sharp	5,000
Bournemouth Older Peoples Forum	5,000
Christchurch Activities for Young People	5,000
Diverse City	5,000
Dorset Mental Health Forum	5,000
Hope in the Community, Bournemouth & Poole	5,000
Samee	5,000
Space Youth Project	5,000
Voice of Hope Radio	5,000
Other grants less than £5,000	<u>124,641</u>
	<u>288,501</u>

The total grants paid to individuals during the year were as follows:

Grants to individuals – Surviving Winter	43,200
Grants to individuals – The Dorset Community Foundation Bursary Scheme 16-21 yrs	5,030
Grants to individuals – Lord Lieutenant's Fund	10,370
Grants to individuals – Superior Stem Bursary Fund	4,565
Grants to individuals – Dorset Education Trust for Children and Young People	3,531
Grants to individuals – Bournemouth & Poole College Foundation Fund	2,471
Grants to individuals – Dorset County Council Educational Trusts Fund	<u>4,388</u>
	<u>73,555</u>

DORSET COMMUNITY FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED****For The Year Ended 31 March 2018****8. GOVERNANCE COSTS**

	2018	2017
	£	£
Staff costs	900	900
Auditors' remuneration	<u>3,000</u>	<u>2,850</u>
	<u>3,900</u>	<u>3,750</u>

9. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging:

	2018	2017
	£	£
Auditors' remuneration	3,882	3,558
Depreciation - owned assets	<u>158</u>	<u>1,121</u>

Auditors remuneration represents audit fees of £3,000 (2017:£2,850) and tax advisory services of £882 (2017: £708)

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2018 nor for the year ended 31 March 2017.

Trustees' Expenses

Reimbursed Trustees expenses during the year amounted to £Nil (2017:£952). During the year no Trustees were reimbursed for travel and subsistence costs incurred.

11. STAFF COSTS

	2018	2017
	£	£
Wages and salaries	164,243	130,895
Social security costs	13,234	8,311
Pension Costs	<u>1,131</u>	<u>907</u>
	<u>178,608</u>	<u>140,113</u>

The average number of staff during the year was 6 (2017: 5).

Key Management Personnel	<u>92,799</u>	<u>55,846</u>
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No employees received emoluments in excess of £60,000 during this or the previous period.

12. TANGIBLE FIXED ASSETS

	Office/Computer equipment
	£
COST	
At 1 April 2017	7,207
Additions	-
Disposals	<u>-</u>
At 31 March 2018	<u>7,207</u>
DEPRECIATION	
At 1 April 2017	6,463
Charge for year	158
Disposals	<u>-</u>
At 31 March 2018	<u>6,621</u>
NET BOOK VALUE	
At 31 March 2018	<u>586</u>
At 31 March 2017	<u>744</u>

DORSET COMMUNITY FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED****For The Year Ended 31 March 2018****13. FIXED ASSET INVESTMENTS**

	Listed investments £
MARKET VALUE	
At 1 April 2017	1,828,194
Additions	2,020,929
Disposals	(1,293,524)
Revaluations	<u>(53,440)</u>
At 31 March 2018	<u>2,502,159</u>
 NET BOOK VALUE	
At 31 March 2018	<u>2,502,159</u>
At 31 March 2017	<u>1,828,194</u>

There were some investment assets outside the UK.

An analysis of the portfolio is as follows:

	2018 £	2017 £
Brewin Dolphin	416,781	-
CCLA COIF Ethical Investment Fund	660,389	658,976
BlackRock Charinco Common Investment Fund	-	270,491
BlackRock Charishare Common Investment Fund	-	898,727
Smith and Williamson	<u>1,424,989</u>	<u>-</u>
	<u>2,502,159</u>	<u>1,828,194</u>

The fair value of listed investments is determined by reference to the closing quoted market price at the Balance Sheet date.

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Other debtors	49,277	6,688
Prepayments	<u>1,479</u>	<u>1,792</u>
	<u>50,756</u>	<u>8,480</u>

15. CURRENT ASSETS INVESTMENTS

	2018 £	2017 £
Cash held at Investment managers	<u>48,076</u>	<u>-</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Social security and other taxes	946	3,972
Accruals for grants payable	107,088	-
Other creditors	9,922	3,675
Accruals and deferred income	<u>15,850</u>	<u>6,080</u>
	<u>133,806</u>	<u>13,727</u>

DORSET COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

For The Year Ended 31 March 2018

17. DEFERRED INCOME

	Under 1 year £	Total £
At 1 April 2017	-	-
Additions during the year	10,216	10,216
At 31 March 2018	<u>10,216</u>	<u>10,216</u>

DORSET COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

For The Year Ended 31 March 2018

18. MOVEMENT IN FUNDS

	At 1/4/17	Incoming resources	Resources expended	Gains and losses	Transfers between funds	At 31/3/18
	£	£			£	£
Unrestricted funds						
General fund	53,598	31,515	(137,212)	-	102,399	50,300
Restricted funds						
Anonymous Trust Revenue Fund	100,000	-	(69,745)	-	-	30,255
Bournemouth & Poole Arts Prize - Expenditure Fund	9,268	6,854	(2,795)	-	-	13,327
Bournemouth & Poole College Foundation Fund - Expenditure Fund	6,594	2,870	(5,844)	-	1,689	5,309
Bournemouth Communities - Expenditure Fund	15,761	6,764	(27,503)	-	5,157	179
Collins Fund	-	30	(35)	-	-	(5)
Comic Relief	2,518	23,428	(11,714)	-	-	14,232
DCF Bursary Scheme 16 to 21 years	6,517	-	(5,533)	-	125	1,109
Dorset Communities Fund - Expenditure Fund	(1,780)	3,584	(3,190)	-	1,478	92
Dorset County Community Fund	6,062	-	(6,062)	-	-	-
Dorset County Council Educational Trusts Revenue Fund	6,582	10,195	(8,984)	-	-	7,793
Dorset Education Trust Fund - 5 to 16 years	125	-	-	-	(125)	-
Dorset Education Trust Fund for Children and Young People - Expenditure Fund	4,265	3,119	(6,019)	-	2,339	3,704
Edmonds Fund - Expenditure Fund	37,564	-	(16,900)	-	(20,664)	-
Goldsmiths Bursary Scheme	20,346	-	(8,004)	-	(12,342)	-
Graham Burrough Fund	-	80,000	(80,000)	-	-	-
Joy and Lance Collier Fund	2,292	3,672	(5,119)	-	-	845
Kitson and Trotman Fund	-	184	(217)	-	-	(33)
Leigh Mason Fund	56	-	-	-	(56)	-
Longleigh Fund	-	25,000	(25,000)	-	-	-
Lord Lieutenant's Fund	14,329	2,800	(11,407)	-	-	5,722
Marjorie Gordon Fund - Expenditure Fund	2,328	8,099	(5,633)	-	6,524	11,318
MARS Fund	-	18,996	(18,996)	-	-	-
Neighbourhood Fund	2,072	14,000	(12,041)	-	-	4,031
Poole Communities Fund - Expenditure Fund	804	2,857	(5,699)	-	2,124	86
Royal London Fund	-	5,000	(5,000)	-	-	-
Salisbury Diocese Fund Social Welfare	541	3,735	(8,719)	-	5,000	557
Superior Stem Bursary Fund	2,383	2,617	(4,803)	-	-	197
Surviving Winter	8,858	66,513	(47,904)	-	-	27,467
Tall Ships Fund - Expenditure Fund	807	891	(2,263)	-	688	123
The Toby's of Shaftesbury Fund	(356)	1,205	(10,225)	-	20,664	11,288
Youth Social Action Fund	1,686	20,000	(20,169)	-	-	1,517
	249,622	312,413	(435,523)	-	12,601	139,113
Endowment funds						
Bournemouth & Poole Arts Prize Fund	181,824	-	-	1,731	-	183,555
Bournemouth & Poole College Foundation Fund	208,049	-	-	(4,255)	(16,048)	187,746
Bournemouth Communities Fund	306,100	-	-	(380)	(26,511)	279,209
Collins Fund	-	5,000	(250)	(183)	-	4,567
Dorset Communities Fund	97,078	-	-	(115)	(8,262)	88,701
Dorset County Council Educational Trusts	270,465	-	-	2,575	-	273,040
Dorset Education Trust Fund for Children and Young People	140,867	-	-	(315)	(12,159)	128,393
Graham Burrough Fund	-	333,301	(16,665)	3,479	-	320,115
Joy and Lance Collier Fund	97,418	-	-	927	-	98,345
Kitson and Trotman Fund	-	56,399	(2,820)	(1,125)	-	52,454
Marjorie Gordon Fund	371,020	-	(574)	1,062	(32,455)	339,053
Poole Communities Fund	127,958	-	-	(139)	(11,054)	116,765
Salisbury Diocese Fund Social Welfare	99,092	-	-	1,084	(5,000)	95,176
Tall Ships Fund	40,432	-	-	(29)	(3,511)	36,892
The Toby's of Shaftesbury Fund	95,000	101,248	(5,062)	(7,345)	-	183,841
	2,035,303	495,948	(25,371)	(3,028)	(115,000)	2,387,852
TOTAL FUNDS	2,338,523	839,876	(598,106)	(3,028)	-	2,577,265

DORSET COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

For The Year Ended 31 March 2018

18. MOVEMENT IN FUNDS – COMPARATIVE NOTE 2017

	At 1/4/16	Incoming resources	Resources expended	Gains and losses	Transfers between funds	At 31/3/17
	£	£			£	£
Unrestricted funds						
General fund	37,751	90,108	(74,478)	-	217	53,598
Restricted funds						
Arts Fund	3,000	-	-	-	(3,000)	-
Big Lottery Fund Grant	884	-	(884)	-	-	-
Anonymous Trust Revenue Fund	-	100,000	-	-	-	100,000
Bournemouth & Poole Arts Prize - Expenditure Fund	5,180	6,696	(2,608)	-	-	9,268
Bournemouth & Poole College Foundation Fund - Expenditure Fund	8,317	2,846	(4,783)	-	214	6,594
Bournemouth Communities - Expenditure Fund	11,472	9,902	(14,695)	-	9,082	15,761
Comic Relief	17,774	32,710	(47,966)	-	-	2,518
DCF Bursary Scheme 16 to 21 years	16,453	5,144	(15,080)	-	-	6,517
Dorset Communities Fund - Expenditure Fund	2,404	2,854	(9,641)	-	2,603	(1,780)
Dorset County Community Fund	6,062	-	-	-	-	6,062
Dorset County Council Educational Trusts Revenue Fund	587	9,875	(3,880)	-	-	6,582
Dorset Education Trust Fund - 5 to 16 years	125	-	-	-	-	125
Dorset Education Trust Fund for Children and Young People - Expenditure Fund	4,368	4,084	(4,483)	-	296	4,265
Edmonds Fund - Expenditure Fund	37,564	-	-	-	-	37,564
Goldsmiths Bursary Scheme	58,359	-	(38,013)	-	-	20,346
Joy and Lance Collier Fund	-	3,635	(3,732)	-	2,389	2,292
Leigh Mason Fund	128	-	(72)	-	-	56
Local Authority Specific Donations Fund	5,924	20,000	(25,924)	-	-	-
Lord Lieutenant's Fund	15,483	5,300	(9,454)	-	3,000	14,329
Marjorie Gordon Fund - Expenditure Fund	2,195	10,461	(11,154)	-	826	2,328
Neighbourhood Fund	3,129	9,525	(9,682)	-	(900)	2,072
Poole Communities Fund - Expenditure Fund	2,899	3,781	(9,617)	-	3,741	804
Salisbury Diocese Fund Social Welfare	1,980	3,650	(5,089)	-	-	541
Superior Stem Bursary Fund	216	5,000	(2,833)	-	-	2,383
Surviving Winter	3,858	24,950	(20,850)	-	900	8,858
Tall Ships Fund - Expenditure Fund	4,694	1,160	(5,134)	-	87	807
The Toby's of Shaftesbury Fund	-	-	(356)	-	-	(356)
Youth Social Action Fund	-	20,000	(18,314)	-	-	1,686
	213,055	281,573	(264,244)	-	19,238	249,622
Endowment funds						
Bournemouth & Poole Arts Prize Fund	157,744	-	-	24,080	-	181,824
Bournemouth & Poole College Foundation Fund	200,926	-	(5,731)	13,068	(214)	208,049
Bournemouth Communities Fund	274,244	-	-	40,938	(9,082)	306,100
Dorset Communities Fund	86,975	-	-	12,706	(2,603)	97,078
Dorset County Council Educational Trusts	234,646	-	-	35,819	-	270,465
Dorset Education Trust Fund for Children and Young People	122,992	-	-	18,171	(296)	140,867
Joy and Lance Collier Fund	86,876	-	-	13,148	(2,606)	97,418
Marjorie Gordon Fund	321,660	-	-	50,186	(826)	371,020
Poole Communities Fund	114,588	-	-	17,111	(3,741)	127,958
Salisbury Diocese Fund Social Welfare	85,969	-	-	13,123	-	99,092
Tall Ships Fund	35,191	-	-	5,328	(87)	40,432
The Toby's of Shaftesbury Fund	-	100,000	(5,000)	-	-	95,000
	1,721,811	100,000	(10,731)	243,678	(19,455)	2,035,303
TOTAL FUNDS	1,972,617	471,681	(349,453)	243,678	-	2,338,523

DORSET COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

For The Year Ended 31 March 2018

18. MOVEMENT IN FUNDS – continued

Comic Relief

The fund commenced on 1st April 2009 with changing priorities over the intervening period. The focus is currently to support local communities suffering from economic and social deprivation across the county. It aims to empower local people, enabling them to create lasting change in their communities.

The Surviving Winter Appeal

The fundraising proceeds of the Appeal combat fuel poverty and isolation for our older residents by making grants of £200 to individual households identified by working through agencies on the ground in Dorset such as Citizens Advice in Dorset.

Dorset County Community Fund

A three-year revenue grant programme operated on behalf of Dorset County Council which has now come to end.

Marjorie Gordon Fund

An expendable endowment fund, established in April 2003 from a bequest to the Foundation from Miss Marjorie Gordon, for the benefit of academic achievement amongst young people to enable more children to go to University or further education.

Dorset Education Trust for Children & Young People

An expendable endowment fund set up by Dorset County Council. Income arising from the endowment is to be spent on supporting children and young people in education via the DCF Bursary Programme.

Dorset Communities Fund

An expendable endowment fund, which accepts voluntary donations, with the aim of providing long-term sustainable support to develop and strengthen the work of Dorset based charities and community groups. The income of the fund will only be spent on Dorset specific organisations or community issues via the Neighbourhood Grants Programme.

Bournemouth Communities Fund (formerly called the Bournemouth Bicentenary Fund)

An expendable endowment fund, which accepts voluntary donations, with the aim of providing long-term sustainable support to develop and strengthen the work of Bournemouth based charities and community groups. The income of the fund will only be spent on Bournemouth specific organisations or community issues via the Neighbourhood Grants Programme.

Edmonds Fund

A restricted fund established on 1st August 2006 to focus on support for young people in Dorset. The donor advises on the grants to be made and it is managed in unison with the Toby's of Shaftesbury Fund.

Poole Communities Fund

An expendable endowment fund, which accepts voluntary donations, with the aim of providing long-term sustainable support to develop and strengthen the work of Poole based charities and community groups. The income of the fund will only be spent on Poole specific organisations or community issues via the Neighbourhood Grants Programme.

Tall Ship Pelican

An expendable endowment fund, which was set up in 2011 by a private donor who donated £15,000. This donation received matched funding of £15,000 under the Grassroots Endowment Challenge. The purpose of the fund is to provide an annual grant assisting disadvantaged young people living in Dorset via the Tall Ship Pelican's Sail Training scheme.

Bournemouth & Poole College Foundation Fund

An expendable endowment fund, which accepts voluntary donations, with the aim of providing long-term sustainable support for students attending Bournemouth & Poole College. The income from the fund can only be used for the benefit of the students to support their further education at the College and is delivered via the DCF Bursary Programme.

Bournemouth & Poole Arts Prize Fund

An endowment fund, which was established in March 2013 with funds from the sale of some of their Art Collection. The income from the fund is used to support the costs of the Annual Arts Prizes including the DCF Community Arts Prize..

DORSET COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

For The Year Ended 31 March 2018

18. MOVEMENT IN FUNDS – continued

The Dorset Education Fund

A restricted revenue fund created to support groups working on extra-curricular and enrichment activities for 0-16 and 19+ years. This fund has now been closed in order to concentrate on growing the DCF Bursary Programme.

DCF Bursary Scheme 16 to 21 years

The Dorset Bursary Scheme collects income from designated endowment funds and distributes this via the DCF Bursary Programme. Bursaries are available for students between the ages of 16-21 years who wish to study a vocational college course. The fund supports costs towards transport, study trips and special equipment & clothing.

Neighbourhood Fund

The fund collects income from designated endowments and distributes this via the Neighbourhood Grants Programme with the aim of providing long-term sustainable support to charities and community groups supporting people in Dorset.

Salisbury Diocese Fund Social Welfare

An endowment fund established to support groups working to improve communities and the lives of people living in them across the part of Dorset contained in the Diocese of Salisbury, that is the Archdeaconries of Sherborne and Dorset. There is a particular focus on those areas experiencing the greatest deprivation and those areas identified by the Diocese as requiring more assistance and is distributed via the Neighbourhood Grants Programme.

The Goldsmiths' Company Fund

A restricted revenue fund that funded a two-year mentoring project at The Blandford School and Wey Valley School. The project has now come to end and the results evaluated and reported to the donor.

Superior Stem Bursary Fund

The fund is supported each year by Superior Seals Ltd, a Dorset technology/engineering business that offers an apprenticeship scheme. They offer bursaries of up to £1,500 to students age 16-21 in financial or other disadvantage, who are studying STEM subjects (Science, Technology, Engineering, Mathematics).

Lord Lieutenant's Fund for Young and Talented

The purpose is to award grants to young people age 14-21 with an exceptional and recognised sporting talent who are disadvantaged due to financial or personal circumstances. The grants will help them to pursue their ambitions by helping with various costs.

Dorset County Council Educational Trusts Fund

The DCC Educational Trusts were transferred to Dorset Community Foundation, to be kept as an endowment fund. The income funds young people in education via the DCF Bursary Programme.

The Joy and Lance Collier Fund

An endowment fund created with a legacy which distributes funding to community groups working in one of four priority areas, which will change on a rolling basis every year. Causes dear to Joy & Lance Collier: Education and raising aspirations in young people; Physical disability with a priority to people who are visually impaired or hard of hearing; Village and rural communities; Conservation. Grants are agreed with Joy and Lance's family.

Leigh Mason Fund

This fund was set up to help families who have lost loved ones and help them with costs if they wish to donate their bodies to medical research. Due to a lack of activity this fund has been closed.

Youth Social Action Fund

This fund has been developed as part of the #iwill campaign, which aims to increase youth volunteering and social action by 50% by 2020 and is being delivered by community foundations across England. Social action involves activities such as campaigning, fundraising and volunteering, all of which enable participants to make a positive difference to their communities. The continuation of the funding is dependent upon obtaining match funding from local sources, see Longleigh Fund below.

The Toby's of Shaftesbury Fund

This Endowed Fund for young people in Shaftesbury was created by the transfer of a Charitable Trust of the same name to the Foundation. The objects remain to support young people's activities in the Shaftesbury area.

Anonymous Trust Revenue Fund

This flow-through fund was created by a local donor who was spending down a Charitable Trust. The fund has supported 14 local groups via the Foundations Neighbourhood Grant Programme and is now fully distributed.

DORSET COMMUNITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

For The Year Ended 31 March 2018

Collins Fund

The Collins Fund was set up by David & Tracy Collins with a transfer from their existing family charitable trust. Grants from the fund will be dispersed through the Neighbourhood Funding programme.

Kitson and Trotman Fund

Kitson & Trotman donate unclaimed client balances to an endowment fund where the interest supports community projects in West Dorset via the foundation's Neighbourhood funding programme.

Royal London Fund

To celebrate Royal London's 150th anniversary, they wanted to make a difference in the communities where their members live. Royal London Members were offered the opportunity to nominate local community groups to receive an award of £5,000 to further their charitable objectives. The applications are assessed by the local Community Foundation and the subsequent awards paid via that Foundation.

Longleigh Fund

The Longleigh Foundation is a charity set up by national social housing provider Stonewater. The Longleigh Foundation Fund for Poole, Bournemouth and Purbeck distributed £25,000 via the Youth Social Action funding programme, which the Dorset Community Foundation manages on behalf of The Big Lottery and the Office for Civil Society. The fund has been developed as part of the #iwill campaign, which aims to increase youth volunteering and social action by 50% by 2020.

MARS Fund

Mars Chocolate UK launched a new product called goodnessKNOWS and 10% of sales profits go straight into the goodnessKNOWS® fund. Established in August 2017, the money is distributed to groups and individuals across the UK to help overcome disadvantage and build stronger communities. The programme is running in six areas: Northern Ireland, Scotland, Wales, Cumbria, Dorset and Milton Keynes.

Graham Burrough Fund

The Graham Burrough Fund was set up via a trust transfer from a closing down charitable trust which has supported over 100 groups in the last 18 years. The Fund for Mental Health will support local groups working with people with mental health issues through the provision of grants. As part of the assets transfer £80,000 is for a specific grant to be made in two tranches in 2018/19 and 2019/20.

Transfers between funds

A transfer of £12,342 was made between the Goldsmiths Fund to the Unrestricted Fund for as £6k management oversight costs for each year of the project being of £300 per day for 20 days in each year.

A transfer of £5,000 was made from the Salisbury Diocese Fund Social Welfare Endowment Fund to the Salisbury Diocese Fund Social Welfare Revenue Fund. This represented realised gains within the CCLA investment being used for additional grant making, as agreed with the donor.

A transfer of £20,664 was made from the Edmonds Fund to The Toby's of Shaftesbury Fund Revenue Fund. This is the remaining balance in The Edmonds Fund being used for a specific donor advised grant from The Toby's Fund as agreed with the donor, who is the same for both funds.

£20,000 of transfers between endowment funds represent the physical transfer of gains which were accounted for in 2016/17. A further £90,000 was transferred in 2017/18 to reflect accrued gains in excess of inflation on funds, which will be used to support the integrity and impact of the grant making process and to promote the charitable cause of supporting those in need in Dorset.

All other transfers relate to transfers from endowment to related revenue funds, these were to cover management fees and some for grant making.

19. CONTROLLING PARTY

The charity is jointly controlled by the Trustees.

20. RELATED PARTY TRANSACTIONS

Donations received from Trustees during the year totalled £1,520 (2017: £250)

21. CASH AND CASH EQUIVALENTS

Cash held in expendable endowment funds to be invested amounted to £72,358 (2017: £207,109) as at 31 March 2018.

DORSET COMMUNITY FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED****For The Year Ended 31 March 2018****22. FINANCIAL INSTRUMENTS**

	2018 £	2017 £
Financial assets that are measured at fair value through net income / (expenditure) comprise the following:		
Fixed asset listed investments	2,502,159	1,828,194
Financial assets that are debt instruments measured at amortised cost comprise the following:		
Other debtors	49,277	6,688
Prepayments	<u>1,479</u>	<u>1,792</u>
Total	<u>50,756</u>	<u>8,480</u>
Financial liabilities measured at amortised cost comprise the following:		
Other creditors	9,922	3,675
Grants committed unpaid	107,088	-
Social security and other taxes	946	3,972
Accruals and deferred income	<u>15,850</u>	<u>6,080</u>
Total	<u>133,806</u>	<u>13,727</u>

23. PENSIONS AND OTHER POST RETIREMENT BENEFITS

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £1,131 (2017: £907).