

EAST END COMMUNITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)

COMPANY REGISTRATION NUMBER: 08104415
CHARITY REGISTRATION NUMBER: 1147789

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

THURSDAY



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	Page
Officers and Advisors	2
Chairman's Report	3
Trustees' Report	4
Statement of Trustees' Responsibilities	10
Report of the Independent Auditors	11
Statement of Financial Activities	13
Balance Sheet	14
Statement of Cash Flows	15
Notes to the Financial Statements	16

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Company Number 08104415

Charity Number 1147789

Company Secretary John Dawson
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E14 5HP

Auditors PKF Littlejohn LLP
Statutory Auditors
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Canary Wharf
LONDON
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Investment Managers Investec
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CCLA
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Juxon House
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Chairman's Report

It is with great pleasure that I present our finance statement for the year ended 31 March 2018.

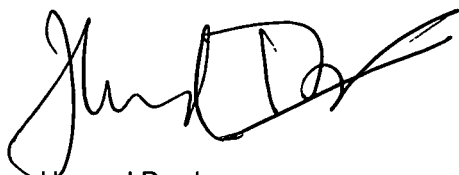
For the past six years, each year at EECF has been our most successful, an achievement we are extremely proud of.

But the past 12 months have been particularly successful for several reasons. We invested more money in the community than ever before, achieving our £1m target, we won a national award for best practice in grant-making and we achieved exemplar in the quality accreditation kitemark UK community foundations are required to work towards.

As a direct consequence of our increased investment in the community the impact we have achieved is greater than ever, with over 13,500 residents directly benefiting from our support and almost 400 accessing meaningful employment last year. The impact we have on people can be life changing. A young person accessing an EECF funded employment programme, and an example of the people we are helping said *"I joined the project as I really wanted to get into work. I'd spent so much time caring for my Mum, who has mental health issues, and I needed help to get there. I feel like I've been re-awakened, I've learnt new skills and feel more positive. I'm now earning real money and feel positive, despite the challenges I may face."* These are the everyday people we are supporting, and there is so much more to do.

These impressive achievements would not have been possible without the support of EECF's trustees and the dedication and expertise of the staff, who receive my gratitude.

As we enter 2018/19 we face a potentially challenging year in terms of the financial markets but with donor relationships flourishing as they see the benefit of their investment through us, and our locally elected Mayors all now in place I am confident in being able to continue our 'best year yet' trend.



Howard Dawber
Chairman

17th July 2018

Trustees' Report

The East End Community Foundation (EECF) has been advising and co-ordinating charitable giving for more than 27 years. Our purpose is to advise, match and administer charitable donations on behalf of companies committed to supporting those most in need in Tower Hamlets, Hackney, Newham and the City of London.

As a grant maker in our own right we have excellent knowledge of the charitable sector across East London, are uniquely connected to its people and challenges and we remain abreast by regularly publishing research. Our experience and expertise provide us with a thorough understanding of the causes and solutions to tackling poverty and our services are tailored to meet the specific requirements of both the community and our fund holders.

As an advisor, we are dedicated to ensuring our fund holders and donors get the most from their charitable investments, educating them on local issues and bring them closer to the causes they are seeking to support.

As a co-ordinator, our experienced staff team effectively manage charitable giving on behalf of our fund holders and donors including the administration, ensuring they can focus on their core work but with full control of decision making.

Governance

The East End Community Foundation (EECF) is a registered charity (No. 1147789) and company limited by guarantee (08104415). It was incorporated on 13th June 2012 and became operational on 1st October 2012, as a result of a merger between the Isle of Dogs Community Foundation (IDCF) and St Katharine & Shadwell Trust (SKST). The Trustees, who are also Directors of the charitable company, present their report and audited financial statements for the year ending 31st March 2018. In presenting this report the Trustees have complied with the Statement of Recommended Practice, Accounting and Reporting by Charities (FRS102) the Charities' SORP, the Companies Act 2006 and applicable United Kingdom Generally Accepted Accounting Practice.

The Board of Trustees may consist of no more than 15 Trustees or no fewer than 9 (excluding co-optees). Trustees are appointed from the membership, based on the skill set required by the Foundation, and EECF seeks to possess a Board that has equal representation from the three classes of membership eligible to hold a seat: Business, Statutory and Voluntary.

The Articles state that Trustees can serve a term of 3 years before having to stand for re-election. Trustees who have served 3 consecutive terms shall not serve for a further term commencing earlier than the end of the Annual General Meeting following that at which he/she retired from office.

The Board may co-opt up to 5 further individuals who bring specific skills not already represented on the Board. Further expertise is also brought in the form of 'contributors'. These individuals support specific aspects of EECF's work and their work is generally confined to a committee. Neither co-optees or contributors have voting rights.

Board of Trustees

For the purposes of the Companies Act 2006, the Board of Trustees is regarded as the Board of Directors of the company.

EECF has a formal trustee induction process that includes receipt of a trustee handbook, a one to one meeting with the Chief Executive and where appropriate this is followed by a further meeting prior to their first Board meeting.

No remuneration or expenses were paid to Trustees or co-optees during the year. All declarations of interest are held on a formal register and Trustees must raise these, where relevant, at Board and Committee meetings. In those cases, this is noted in the meeting minutes and Trustees are excluded from the discussion and decision-making process.

The Trustees of the company during the period and to the date of signing this report are as follows:

Zena Cooke	London Borough of Tower Hamlets
Sophie Fernandes (to 16/05/17)	City of London Corporation
Sister Christine Frost	SPLASH
Howard Dawber (Chairman)	Canary Wharf Group
Gabrielle Harrington	Christ Church
Forhad Hussain (to 30/08/17)	London Borough of Newham
Praveen Joynathsing	Société Générale
Guy Nicholson	London Borough of Hackney
Sahidur Rahman (from 30/01/18)	Limehouse Boxing Academy
Manali Trivedi (to 31/05/18)	Northern Trust
Rick Watson (from 28/11/17)	AFME
Katherine Webster (Vice Chair)	Financial Conduct Authority

The charity has the power to co-opt up to five additional people to the board. Co-optees as of 31st March 2018 were: Adrian Greenwood, Wendy Miller, Marshall Bailey and Richard Roberts.

Management

The day to day running of the charity is delegated to the Chief Executive, Tracey Walsh, and her staff. The Board is responsible for setting strategies and policies for the charity and ensuring that these are implemented. To assist the Board with its work, EECF has three Committees to supervise the management and administration of the charity, the functions of which and members and contributors are as follows:

Finance & Administration

Manali Trivedi (Chair)
Howard Dawber
Forhad Hussain
Rick Watson

Co-optees / Contributors

Adrian Greenwood
Mark Sherlock

Grants

Gabrielle Harrington (Chair)
Sister Christine Frost
Katherine Webster
Shah Rahman
Zena Cooke /Steve Hill

Co-optees / Contributors

Rita Bensley
George Pye
Richard Roberts
Stella Bailey

Fundraising & Development

Howard Dawber (Chair)
Zena Cooke
Guy Nicholson
Praveen Joynathsing
Katherine Webster
Rick Watson

Co-optees / Contributors

Adrian Greenwood
Marshall Bailey

Staff Remuneration

Staff salaries are set in line with other community foundations and similar organisations. All staff, including key management personnel, are eligible for an annual increase of 2% subject to meeting a specific grade as part of EECF's appraisal process.

Risk Management

Through the work of the Finance & Administration Committee, the Trustees identified and reviewed the major risks to which the charity is exposed and have established systems to mitigate those risks. EECF's most significant potential risk relates to a drop-in value of its endowment, leading to a loss of income. In addressing this issue, the charity regularly reviews its investment strategy and has a positive relationship with its investment managers, details of which are listed on Page 2.

Investment Strategy

All three investment managers (Sarasin, CCLA and Investec) engaged in regular communication with the Head of Finance & Operations and the Finance & Administration Committee to discuss performance and investment strategy as well as providing quarterly performance reports. In addition to the experience of Committee members, EECF also benefits from independent pro-bono guidance from Mark Sherlock of Hermes Investment Management in comparing our investment managers' performance.

The Investment Policy was also reviewed and in May 2018 it was agreed that to reduce our equality weighting our investment managers would be asked to propose alternative investment products. The Committee acknowledged that this change would result in a reduced return, but it will hopefully reduce the impact of our investment should the market experience any significant downturn.

Having a medium-risk approach to investments saw an income return of £704k for the period.

Reserves Policy

The Reserves Policy states that EECF aims to keep a minimum reserve of £640k of unrestricted funds to enable it to deliver a grants programme addressing social needs across its area of benefit, to meet the associated administrative costs of grant making and having core staff focused on donor development. At 31 March 2018, EECF had total resources of £22.7m of which £21.2m was for designated or restricted purposes and/or forms part of the permanent endowment funds. The unrestricted balance of the funds amounted to £1.5m which is sufficient to meet the reserves policy requirement.

Designated funds of £4.2m remain to support any shortfall in our grant making budget (£576k), to offer an endowment match incentive programme (£655k) and to directly invest in property as a means of diversifying our income stream (£3m).

Equal Opportunities

EECF is committed to a policy of equal opportunities in the selection, training, career development and promotion of all people, regardless of gender, marital status, race, colour, religion, disability or sexual orientation. The charity encourages people with a disability to participate fully in organisational activities, consistent with their ability, so that they can maximise the use of their knowledge, experience and skills in the charity's work.

Grant Making

Grants are awarded to registered charities, voluntary and community groups and other not for profit organisations that have their own constitution and bank account and are based within or delivering services directly benefiting residents within Tower Hamlets, Hackney, Newham and City of London.

As a Community Foundation our mission is to support grassroots activities and, as such, our grants programme has been designed to do just that. Grants of up to £800 for one-off items of expenditure, e.g. equipment, social activities, training for small community organisations through to grants of up to £20,000 for larger organisations delivering quality initiatives that meet our priority themes of Education and Learning, Employment and Community Wellbeing. However, a broader range of activities are also funded. EECF has various application forms based on the value and purpose of grants being sought and monitoring requirements also reflect the level of award, i.e. small grant requests have a simplified application form and monitoring requirements in comparison to larger grants.

Grants are awarded using EECF's own financial resources as well as from funds that we manage on behalf of third parties. Full details of all grant awards and the donors that supported them during the period are listed in Note 6 of these accounts.

Other Charitable Activity

As a philanthropy advisor, EECF is focused on understanding the community's needs and directing donor funds to the charitable organisations best placed to deliver. In addition to community investment in the area, through grant making, EECF provides a 'Funding Plus+' offer that supports the voluntary sector with volunteer sourcing, fundraising and grant making workshops.

EECF also directly delivers community initiatives that include a range of social activities for elders and employment related programmes for people seeking employment. EECF regularly undertakes research to remain abreast of the community's needs. This work is led by our Community Engagement Manager.

Aims and Objectives for the Public Benefit

EECF exists and operates for the public benefit. Through its grant making and co-ordination of charitable giving locally it works to improve the community within its geographical remit.

The formal object of EECF as set out in the Memorandum and Articles of Association is to promote the relief of poverty and sickness of persons within the London Boroughs of Tower Hamlets, Hackney, Newham and City of London.

The Board is satisfied that all current programmes, both grant making and direct delivery, meet the requirement of providing public benefit as defined by the Charity Commission.

During the period EECF has:

- addressed local community needs through grant programmes that distributed more than £1m
- undertaken statistical and stakeholder research to assess the needs of the local community to better inform its philanthropic advice and grant making criteria
- continued to encourage collaboration between donors
- undertaken a trustee recruitment drive to fill its 'Business' and 'Voluntary' class seats
- continued to deliver initiatives that meet EECF's objectives
- achieved a quality accreditation through our national body that was considered exemplar
- won a national charity award for good practice in grant making and funding

Review of the period

We are extremely proud of what we achieved in the year ending 31 March 2018. Our investment in local communities is helping to change and transform lives and reduce inequality. As evidence of this work we won a national award for excellence in grant making and funding from The Charity Awards, and passed an intensive quality accreditation process through UKCF. This was also the year that we achieved our highest grant awards to date, totalling over £1m.

Focusing on grant making, in the twelve months to 31 March 2018, EECF received 339 funding requests totalling £1.9m. We awarded 193 grants totalling over £1.012m, our highest level of awards to date. Our funding was used to invest in a wide range of activities including employment, education and learning, community wellbeing and inclusion and summer programmes for children and young people.

Offering bespoke grant management support, we administered 20 funds during the year for various long-standing fund holders including St George, Get Living London, 20 Fenchurch Street Partnership, TD Securities, Poplar HARCA, Allen & Overy, and Comic Relief. During the period we also launched 7 new grant funds for John Laing Charitable Trust and Société Générale to name but two. This is in addition to grant making from our own endowment and for the multiple smaller donors that contribute through our local giving fund, Newham Giving.

Income for the period to 31 March 2018 totalled £1.932m (2017: £1.526m) against which total expenditure of £1.640m (2017: £1.563m) was incurred, in line with budget.

All Board and Committee meetings went ahead as scheduled and trustees and supporters remained actively engaged.

Our key objectives and plans for the year ending in March 2018 were set as follows:

- Continue to promote our endowment match funding initiative
- Support £1m of community activity
- Undertake trustee recruitment to strengthen the Board
- Refresh our Vital Issues report with an academic partner
- Appoint our development partner for our Poplar freehold redevelopment plans
- Develop and launch 'Giving' programmes for both Tower Hamlets and Hackney

Promote our endowment match funding initiative

EECF is committed to building an endowment for our key boroughs; Hackney, Tower Hamlets and Newham. The initiative has been promoted to businesses, trusts and statutory bodies throughout the year attracted new endowments totalling £329k. As EECF believes endowment is the key to being able to support community needs in perpetuity, the endowment match funding incentive will continue in 2018/19.

Grant Making

The Foundation has actively encouraged potential donors to establish charitable funds to improve our impact and reach across East London. Although several new funds were established EECF received fewer applications than in previous years. This was a result of our effective *Grants Plus* programme that provides potential applicants with comprehensive advice on their alignment with our grant criteria and/or guidance on third party funding streams more appropriate to their needs.

This new model of working increased applicants' success rate by 17%, a figure we are extremely proud of.

Staff and Trustee Recruitment

EECF operates with a staff of 11, split between the areas of grant making, donor development and operations. At the year end, the Foundation was recruiting for a vacancy in the development team.

Trustee recruitment has been a focus throughout the year and we are delighted that we have two new trustees as a result; Rick Watson and Sahidur Rahman. We also appointed two new co-optees in the period. We said farewell to Manali Trivedi, a long-standing trustee that was actively engaged in our work, and to Forhad Hussain. Recruitment for our current vacancies continues.

Over the past 12 months we have also had a couple of staff departures in some of our supporting posts (Grants Officer and Development Officer) but these were filled. In the year ahead we will see further changes as our Development Director takes up maternity leave and our Head of Finance & Operations moves on. Recruitment is already underway, with both posts already filled.

Vital Signs

Our 2017 report, now lead by our grants and community engagement team, achieved the highest level of engagement to date with 774 people participating in the community consultation. The report was conducted with the support of the London School of Economics and was well received by donors and the grant applicants alike. Updates to the report will be provided in 2018 and 2019, focusing on case studies of beneficiaries. The next full report will not be published until 2020.

Develop plans for our freehold property in Poplar

Our architect, development and planning advisors were in place as we worked towards preparing for a pre-planning meeting with Tower Hamlets Council. Towards the end of the financial year additional surveys were required for our site and this work delayed us in the short term. However, nearing completion, EECF anticipates having a development partner in place in the Autumn.

The long-anticipated planning framework for the area was finally published for consultation by the GLA in May. The guidance and feedback will also need to be taken into consideration before finalising our planning application.

Giving Models

Focused on prioritising businesses and residents alike to give locally, EECF aspires to have a giving model for each of its boroughs. With Newham well established and Hackney's model being reviewed and re-focussed and likely to be launched in mid-2018, our place-based giving manager has spent her time consulting with potential donors on their key priorities to develop a fund for Tower Hamlets. Several consultations and focus groups took place throughout the year and a framework is now beginning to take shape that will provide a multi-donor and multi-year offering. Due to limited budget availability this financial year it is unlikely that the fund will officially launch until early 2018/19.

Plans for the future

EECF has its business plan in place to 2020 with clear criteria to guide the work of the charity. In 2018/19 EECF will focus its efforts on achieving the following:

- Increase our grant making by 5% per annum, resulting in a distribution target of £1,050,000
- Make significant progress with the redevelopment of our freehold property to provide quality sports and housing for the local community as well as a permanent home for EECF
- Move into larger accommodation
- Continue to recruit trustees to strengthen our Board
- Launch a Giving fund for Tower Hamlets
- Have a fund dedicated to a particular social need in Hackney
- Raise our profile through improved marketing and comms, including a new website

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 charity and of the income and expenditure of the charity for that period. In preparing these financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles of the Charities' SORP, Accounting and Reporting by Charities;
- Make judgements and accounting estimates that are reasonable and prudent;
- State whether applicable United Kingdom Accounting Standards have been followed, disclosing and explaining any departures therefrom in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Audit information

So far as each of the directors at the time the Trustees' report is approved is aware:

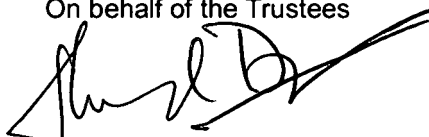
- (a) There is no relevant information of which the auditors are unaware; and
- (b) They have taken all relevant steps they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Auditors

PKF Littlejohn LLP are appointed as auditors. A resolution proposing their reappointment will be submitted at the Annual General Meeting.

The accounts have been prepared in accordance with the special provisions of Section 415A of the Companies Act 2006 relating to small entities.

On behalf of the Trustees



Howard Dawber
17th July 2018

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EAST END COMMUNITY FOUNDATION

We have audited the Financial Statements of East End Community Foundation for the year ended 31 March 2018, which comprise of the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes 1 - 23. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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.

Respective responsibilities of Trustees and Auditors

As explained more fully in the Trustees' Responsibilities Statement, the trustees (who are also directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the Financial Statements

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

Opinion on Financial Statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2017 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In 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 where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' 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 Strategic Report.



Alistair Duke
(Senior statutory auditor)
For and on behalf of PKF Littlejohn LLP
Statutory Auditor

1 Westferry Circus
Canary Wharf
London
E14 4HD

12 September 2018

East End Community Foundation

Statement of financial activities (incorporating an income and expenditure account)

For the year ended 31 March 2018

	Note	Unrestricted £	Restricted £	Endowment £	2018 Total £	Unrestricted £	Restricted £	Endowment £	2017 Total £
Income from:									
Donations and legacies	2	50,112	824,316	329,168	1,203,596	60,235	584,708	180,089	825,032
Other trading activities	3	17,340	-	-	17,340	21,713	8,312	-	30,025
Investments	4	291,378	45,449	374,486	711,313	273,122	46,225	352,432	671,779
Total income		358,830	869,765	703,654	1,932,249	355,070	639,245	532,521	1,526,836
Expenditure on:									
Raising funds	5	155,959	65,081	42,804	263,844	124,929	42,766	39,669	207,364
Charitable activities									
Grant making	5	162,452	1,012,433	-	1,174,885	134,380	976,217	-	1,110,597
Other charitable activities	5	86,927	114,767	-	201,694	98,726	147,005	-	245,731
Total expenditure		405,338	1,192,281	42,804	1,640,423	358,035	1,165,988	39,669	1,563,692
Net income / (expenditure) before net gains / (losses) on investments		(46,508)	(322,516)	660,850	291,826	(2,965)	(526,743)	492,852	(36,856)
Net gains / (losses) on investments		-	16,491	108,946	125,437	793	122,513	2,457,331	2,580,637
Net income / (expenditure) for the year	7	(46,508)	(306,025)	769,796	417,263	(2,172)	(404,230)	2,950,183	2,543,781
Transfers between funds		(79,916)	268,832	(188,916)	-	(153,160)	228,143	(74,983)	-
Transfer of assets		-	-	-	-	-	-	-	-
Net movement in funds		(126,424)	(37,193)	580,880	417,263	(155,332)	(176,087)	2,875,200	2,543,781
Reconciliation of funds:									
Total funds brought forward		5,911,395	2,809,644	13,617,197	22,338,236	6,066,727	2,985,731	10,741,997	19,794,455
Total funds carried forward		5,784,971	2,772,451	14,198,077	22,755,499	5,911,395	2,809,644	13,617,197	22,338,236

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in Note 19 to the financial statements.

The accounting policies and notes on pages 16 to 31 form part of these financial statements.

East End Community Foundation


Balance sheet

Company no. 8104415

As at 31 March 2018

	Note	£	2018 £	£	2017 £
Fixed assets:					
Tangible assets	12		5,431		3,026
Listed Investment	13		20,334,482		20,075,104
Cash held in investment portfolio	21		1,157,555		618,794
			<u>21,497,468</u>		<u>20,696,924</u>
Current assets:					
Debtors	14	179,542		216,659	
Cash at bank and in hand	21	1,579,788		2,002,784	
		<u>1,759,330</u>		<u>2,219,443</u>	
Liabilities:					
Creditors: amounts falling due within one year	15	501,299		578,131	
			<u>1,258,031</u>		<u>1,641,312</u>
Net current assets					
			<u>1,258,031</u>		<u>1,641,312</u>
Total assets less current liabilities			<u>22,755,499</u>		<u>22,338,236</u>
Total net assets			<u>22,755,499</u>		<u>22,338,236</u>
The funds of the charity:	19				
Restricted income funds			2,772,451		2,809,644
Unrestricted income funds:					
Designated funds		4,231,394		4,433,666	
General funds		1,553,577		1,477,729	
		<u>5,784,971</u>		<u>5,911,395</u>	
Total unrestricted funds			<u>5,784,971</u>		<u>5,911,395</u>
Endowment funds			<u>14,198,077</u>		<u>13,617,197</u>
Total charity funds			<u>22,755,499</u>		<u>22,338,236</u>

Approved by the trustees on 17th July 2018 and signed on their behalf by


Howard Dawber
Chairman

The accounting policies and notes on pages 16 to 31 form part of these financial statements.

East End Community Foundation

Statement of cash flows

For the year ended 31 March 2018

	Note	2018 £	£	2017 £	£
Cash flows from operating activities					
Net cash provided by / (used in) operating activities	20		(458,037)		(919,749)
Cash flows from investing activities:					
Dividends, interest and rents from investments		711,313		671,779	
Purchase of fixed assets		(3,570)		-	
Proceeds from sale of investments		1,158,233		476,331	
Purchase of investments		(1,292,174)		(1,693,812)	
Net cash provided by / (used in) investing activities			573,802		(545,702)
Change in cash and cash equivalents in the year			115,765		(1,465,451)
Cash and cash equivalents at the beginning of the year			2,621,578		2,086,638
Cash and cash equivalents at the end of the year	21		2,737,343		621,187

The accounting policies and notes on pages 16 to 31 form part of these financial statements.

1 Accounting policies

a) Basis of preparation

EECF is a registered charity, limited by guarantee, in the United Kingdom. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 2 of these financial statements. The nature of the charity's operation and principal activities are to promote the relief of poverty and sickness of persons within the London Boroughs of Tower Hamlets, Hackney, Newham and City of London. 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) (effective 1 January 2015) - (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

b) Public benefit entity

The charitable company meets the definition of a public benefit entity under FRS 102.

c) Going concern

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern.

The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

d) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income received in advance of the provision of a specified service is deferred until the criteria for income recognition are met.

e) Donations of gifts, services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised.

On receipt, donated gifts, professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the same period.

f) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

g) Gift Aid

Gift Aid is recovered by EECF and third parties on behalf of EECF, on donations from UK taxpayers and is recognised in the accounts when it is received.

1 Accounting policies (continued)

h) Fund accounting

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund.

Unrestricted funds are donations and other incoming resources received or generated for the charitable purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular purposes.

i) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Raising funds relate to the costs incurred by the charitable company in inducing third parties to make voluntary contributions to it, as well as the cost of any activities with a fundraising purpose.
- Charitable activities includes the costs of delivering services and activities undertaken to further the purposes of the charity and their associated support costs, as well as the payment of grants. Expenditure on multi-year grants is recognised in full when the grant is agreed, with any installment payments shown as creditors until paid.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

j) Allocation of support costs

Resources expended are allocated to the particular activity where the cost relates directly to that activity. However, the cost of overall direction and administration of each activity, comprising the salary and overhead costs of the central function, is apportioned based on staff time, of the amount attributable to each activity.

Where information about the aims, objectives and projects of the charity is provided to potential beneficiaries, the costs associated with this publicity are allocated to charitable expenditure.

Where such information about the aims, objectives and projects of the charity is also provided to potential donors, activity costs are apportioned between fundraising and charitable activities on the basis of area of literature occupied by each activity.

k) Operating leases

Rental charges are charged on a straight line basis over the term of the lease.

l) Tangible fixed assets

Items of equipment are capitalised where the purchase price exceeds £500. Depreciation costs are allocated to activities on the basis of the use of the related assets in those activities. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

- | | |
|----------------------|--------------|
| - Office equipment | over 4 years |
| - Computer equipment | over 4 years |

m) Listed investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. Any change in fair value will be recognised in the statement of financial activities. The charity does not acquire put options, derivatives or other complex financial instruments.

n) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1 Accounting policies (continued)

o) Cash at bank and in hand

Cash at bank and cash 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. Cash balances exclude any funds held on behalf of service users.

p) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

q) Pensions

The charity provides an auto enrolment pension scheme to staff and contributions are accounted for when they arise.

2 Income from donations and legacies

	Unrestricted £	Restricted £	Endowment £	2018 Total £	2017 Total £
Corporations	11,165	562,699	-	573,864	502,371
Individuals	5,189	116,180	-	121,369	145,482
Trusts & Foundation	-	145,437	-	145,437	108,832
Local Public Authority	-	-	329,168	329,168	21,882
Membership fees	18,758	-	-	18,758	31,465
Gift in Kind	15,000	-	-	15,000	15,000
	50,112	824,316	329,168	1,203,596	825,032

Gift in Kind represents rent free office accommodation provided by London Borough of Tower Hamlets.

3 Income from other trading activities

	Unrestricted £	Restricted £	2018 Total £	2017 Total £
Rental income	10,000	-	10,000	10,000
Other	7,340	-	7,340	20,025
	17,340	-	17,340	30,025

4 Income from investments

	Unrestricted £	Restricted £	Endowment £	2018 Total £	2017 Total £
Bank interest	1,486	5,102	-	6,588	8,056
Dividends from investments	289,892	40,347	374,486	704,725	663,723
	291,378	45,449	374,486	711,313	671,779

5 Analysis of expenditure

	Cost of raising funds £	Grant making £	Charitable activities Other charitable activities £	Governance costs £	Support costs £	2018 Total £	2017 Total £
Staff costs (Note 8)	153,225	96,519	77,408	20,017	75,090	422,259	367,302
Investment managers fees	42,804	-	-	-	-	42,804	39,669
Charitable activities direct costs	-	1,012,433	61,179	-	-	1,073,612	1,052,465
Rent	-	-	-	-	15,000	15,000	15,000
Marketing & Publicity	-	-	-	-	13,757	13,757	16,892
Computer costs	-	-	-	-	7,483	7,483	4,802
Office supplies	-	-	-	-	3,509	3,509	2,915
Telephone	-	-	-	-	3,602	3,602	3,237
Postage	-	-	-	-	1,465	1,465	1,442
Publications and subscriptions	-	-	-	-	9,737	9,737	13,387
Legal & professional	-	-	-	12,113	-	12,113	8,310
Audit fee	-	-	-	9,150	-	9,150	9,237
Insurance	-	-	-	-	837	837	978
Other costs	-	-	-	-	25,095	25,095	28,056
	196,029	1,108,952	138,587	41,280	155,575	1,640,423	1,563,692
Support costs	53,595	52,106	49,874	-	(155,575)	-	-
Governance costs	14,220	13,827	13,233	(41,280)	-	-	-
Total expenditure 2018	263,844	1,174,885	201,694	-	-	1,640,423	-
Total expenditure 2017	207,364	1,110,597	245,731	-	-	-	1,563,692

Of the total expenditure, £405,338 was unrestricted (2017: £358,035), £1,192,281 was restricted (2017: £1,165,988) and £42,804 (2017: £39,669) was from endowment funds.

East End Community Foundation

Notes to the financial statements

For the year ended 31 March 2018

6 Grant making

		£
20 Fenchurch Street Legacy Fund		
ACT Training Services	Construction Access Project	14,296
Beckton Skills Centre	Step Up to Work	15,000
Bethnal Green Spear Trust	Spear Centre Coach	15,000
Circle Collective	Get Employed Programme	15,000
Fight for Peace	FFP Employment Vocational Training	15,000
Leaders in Community	Youth Into Jobs	15,000
Streets of Growth	The Bridging Programme	12,500
Well Grounded Jobs CIC	Barista Work Programme	19,550
		<u>121,346</u>
Allen & Overy		
ACT Training Services	Pocket Learner Project	2,498
African Community School	ACS Skills for Life	2,490
Blueprint: Film Foundation	Filming Successful Futures	2,433
Choice in Hackney	Advocacy Training & Employment	2,500
Dress For Success	Success Suits Her	2,500
Foundation for Change	NEXT Project	2,500
Kahaila	Luminary Bakery Employability Programme	2,470
Limehouse Project	Paediatrics First Aid Training	2,500
ReachOut	ReachOut Academy Hackney	2,500
		<u>22,391</u>
Comic Relief		
Hackney People First	Core Funding	4,557
Hackney Shed	Core Funding	2,500
Powerhouse	Core Funding	4,585
Skills Enterprise	Core Funding	2,453
		<u>14,095</u>
Employment & Training Fund		
Popla HARCA	Apprenticeship Programme	25,000
Popla HARCA	Job Shop	7,000
		<u>32,000</u>
EECF Sponsorship Fund		
Stairway to Heaven Memorial Trust	Memorial Plaque	235
		<u>235</u>
HAVCO Legacy Fund		
CARIS Haringey	Core Funding	5,000
Haringey Migrant Support Centre	Core Funding	5,000
Haringey Play Association	Core Funding	5,000
Haringey Shed	Core Funding	3,600
Home-Start Haringey	Core Funding	2,500
JAN Trust	Core Funding	2,500
Streetz Ahead	Core Funding	5,000
		<u>28,600</u>
Inspiring Communities Fund		
Access all Areas	Departure Lounge	2,500
Afro-Brazilian Arts & Cultural Exchange Institute	Cultural Exchange Project	1,000
Ambition, Aspire, Achieve (AAA)	Pump House Hub	1,505
Apollo Music Projects	Music Education Residency	3,000
Blue Elephant Theatre	Free to Act - East Street	1,000
CoolTan Arts	Community Mental Health & Arts Celebration	979
Eastside Community Heritage	Talking Sport	3,000
Latin American Women's Rights Service	Day of Recognition	1,000
Link Age Southwark	Elder's Voluntary Project	1,000
My First 1000 Days	Carers Wellbeing Project	900
Newham Music	E20 Community Choir	3,000
Parkside Gardening Project	Healthy Living Project	2,994
Pembroke House	Junior Pembroke Academy of Music	1,000
Salmagundi Films	An App A Day	3,000
St. Paul's Church Stratford	After School Club and Holiday Lunch Club	3,000
Theatre Royal Stratford East	E15 and E20 Youth Theatre Project	1,881
Trowbridge Senior Citizens Club	Trowbridge Silver Surfers	2,016
Walworth Garden	The Horticultural Therapy Group	1,000
		<u>33,775</u>

6 Grant making (continued)

		£
Isle of Dogs Grants		
Apollo Music Projects	Classical Music Education Residency	4,500
Cafe Forever	Equipment	400
Children In Hope (CIH)	Archery Sports Equipment	795
Community of Refugees from Vietnam	Welfare Reform Advice Project	10,000
Cubitt Town Junior School	Place2Be	10,000
George Green's School	Multi-Cultural Cooking Project	800
George Green's School	Day Trip	250
Island House	Community Parents Project	10,000
Island House Craft Club	Running Costs	550
Island House Playgroup	SEN Support Worker	9,000
Isle of Dogs Bangladeshi Association and Cultural Centre	Day Trip	250
Isle of Dogs Bangladeshi Association and Cultural Centre	Eid Event	200
Isle of Dogs Bangladeshi Association and Cultural Centre	Advice Services	5,000
Kekoa Coaching	Football Equipment	500
Mudchute Association	Equipment	800
Mudchute Association	Environmental Development Worker	10,000
Mudchute Association	Minibus	4,000
Neighbours In Poplar	History Week	500
Neighbours In Poplar	Christmas Meals on Wheels Project	800
Neighbours In Poplar	Kettle Bell Sessions	300
Shahjalal Centre	Office Equipment	550
SPLASH	Splash Action For Employment	8,000
St. Matthias Community Centre	Tree Works	800
The Parish of the Isle of Dogs	Social Community Activities	200
		78,195
Isle of Dogs Summer Programme		
Cafe Forever	Summer Football Project	3,000
Island House	Summer Youth Programme 2017	3,000
Mudchute Association	Mudchute Summer Holiday Scheme 2017	3,000
SPLASH Arts	Summer Creativity and Drama	1,600
St Paul's Arts Trust	Tales from Neverland - Roof Garden Summer Show	1,300
		11,900
Island Health Trust		
Beckton Skills Centre	Step Up to Work	10,000
St Hilda's East Community Centre	Next Steps ESOL Project	2,500
Tower Hamlets Friends & Neighbours	Tele Befrienders	2,500
		15,000
John Laing Charitable Trust		
Ambition, Aspire, Achieve (AAA)	Road Safety Resources	946
Apollo Music Projects	Music Education Residency	1,000
Beckton Skills Centre	Equipment	1,000
Café Art	Homeless Arts Project	442
Clapton Park United Reformed Church	Drop-in Support Service	1,000
Elevated Aspirations	Dance Classes	1,000
Forest Gate Community Garden	Friendship Event	994
Grand Union Music Theatre	World Music Masterclasses	1,000
Irish Elderly Advice Network	Housing Advice Service	1,000
It's Your Life	Learning Mentor	1,000
Kazzum	Speech Bubbles Programme	800
Leaders in Community	Food for Thought Programme	1,000
Newark Youth London	Study Support Club	990
Newham All Star Sports Academy (NASSA)	Youth Sports Activities	1,000
One Newham	Development Work	988
Refugee and Migrant Forum of Essex and London	Housing Advice and Advocacy Service	1,000
Science4U	TH Students Science for Discovery Conference	840
Social Ark CIC	Creative Human Rights Workshops	1,000
Streets of Growth	Employability Programme	1,000
Wipers Youth C.I.C	Street Scholars	1,000
Young and Inspired Ltd	Money Maturity	1,000
		20,000

6 Grant making (continued)

£

London Dock Community Fund

Future Challenges - UK (FC-UK)	Boccia Sports Equipment	400
Hermitage Primary School	2017 Hermitage Shakespeare Festival	400
Newark Youth London	Football Equipment	400
Pollyanna Training Theatre	Holiday Performance Workshops	1,600
Shadwell Basin Outdoor Activity Centre	Shadwell Basin Summer Project 2017	2,980
Shadwell Youth Organisation	Football Equipment	300
SocietyLinks	Community Summer Project	2,980
The Rooted Forum	Shadwell Youth Club	2,980
The Rooted Forum	East Girls Project	2,980
Wapping High School	Festival of Code 2017	2,980
		<u>18,000</u>

Newham Giving

Ambition, Aspire, Achieve (AAA)	Arcs Inclusive Holiday Experiences	5,000
Aston-Mansfield	Summer HorrorDays Creative Activities	9,500
Beckton Skills Centre	Build it, Race it Go Kart Project	9,500
Bonny Downs Community Association	Go Wild 2017	8,026
Create (Arts) Limited	inspired: arts	8,606
Elevated Aspirations	Summer's Here - play 'til your arts content!	8,000
Fight for Peace	Twilight Summer Holiday Programme	6,000
Newham All Star Sports Academy (NASSA)	NASSA Holiday Programme	5,000
Newham Community Renewal Programme	Summer Livin'	9,500
Stratford Arts Trust	Multi-Sensory Performances	2,994
Theatre Royal Stratford East	Summer Youth Theatre Collective	9,000
West Silvertown Village Community Foundation	BV Fun in the Sun 2017	4,500
		<u>85,626</u>

Poplar HARCA Grants

Bromley by Bow Community Organisation	Community Youth Engagement	6,200
Limehouse Boxing Academy	Academy Project	15,000
Poplar & Limehouse Health & Wellbeing Network CIC	Community Physical Activities	11,000
Sunday Assembly	East End - Social Prescribing Connectors	23,452
Women's Environmental Network	Limborough Live Well Programme	18,882
		<u>74,534</u>

S106 Grants

Island Advice Centre	Advice Services	20,000
Limehouse Project	MoneyPenny Debt Advice	20,000
Lincoln Area Regeneration Group	Poplar Union	20,000
Mudchute Association	Apprenticeship Programme	20,000
Neighbours In Poplar	Elder's Healthy Living Project	40,000
		<u>120,000</u>

Société Générale Community Fund

Cardboard Citizens	ACT Now	10,000
Fight for Peace	FFP Employment Programme	15,000
Kick London	After-School Mentoring Programme	15,000
Newham All Star Sports Academy (NASSA)	RISE Project	13,825
SportInspired	Sports Leaders Project	12,015
Transform UK	Facework Programme	14,870
YOH Ltd	Tower Hamlets Superstars	9,290
		<u>90,000</u>

East End Community Foundation

Notes to the financial statements

For the year ended 31 March 2018

6 Grant making (continued)

		£
Study Support Fund		
George Green's School	GCSE English	3,000
Lister School	Revision Weekend	4,000
Oaklands School	GCSE English	2,790
Oaklands School	GCSE Maths	4,000
		<u>13,790</u>
TD Securities Summer Auction Fund		
Breaking Barriers	Refugee Support and Employability	13,889
Down's Syndrome Association	Support Programme	13,889
Friends of Shelby Newstead	Support for Children with Serious Illness	13,889
		<u>41,667</u>
Tower Hamlets Grant Chest		
31 (Tower Hamlets) Squadron, Air Cadets	Duke of Edinburgh Award and Adventure Training Camp	800
All Hallows Bow	Equipment	800
Bethnal Green Sharks Swimming Club	Running Costs	480
Beyond Youth CIC	Chance 2 Change	9,000
Construction Youth Trust	Building Brighter Futures in Tower Hamlets	10,000
Core Arts	Community Launch Event	200
Core Arts	Core Horticultural Workshops	5,888
East End Citizens Advice Bureaux	Tower Hamlets Money Smart	8,000
Ebeegees	Coach Trip	250
Elevated Hope	Community Youth Gallery	400
Foundation for Change	NEXT Project	6,500
Griffettes Majorettes	Equipment	500
Hermitage Primary School	2017 Hermitage Shakespeare Festival	400
Home-Start Tower Hamlets	Social Event	200
Home-Start Tower Hamlets	Community Volunteer Programme	10,000
It's Your Life	Sew Talented	712
Limehouse Community Forum	Equipment	800
Purple Moon Drama	Project 'Watch Me'	3,222
Refugee Support Network	East London Education Hub	7,000
Selby Estate Tenants' Association (SETA)	Estate Fun Day	200
SHINE@Mamer Saturday School	Pantomime Trip	630
SPLASH	ESOL Classes	800
SPLASH play	Quality In Play Accreditation	800
St Peters Community Wellbeing Projects	St. Peters Women's Exercise & Fitness Club	760
Thames Bengali Association	A Fresh Start	7,000
Turners and Locksley Resident Association	Elderly People Club (EPC)	800
Wapping Bangladesh Association	First Steps to Work	9,000
Wise Youth Trust	Pathway to Work	6,000
YOH Ltd	Tower Hamlets Superstars	4,390
		<u>95,532</u>
Vital Grants		
Docklands Sailing & Watersports Centre	Vital Signs Prize Draw	1,000
SPLASH	Poplar Problem Solving Group	12,747
Spotlight	ASB Programme	32,000
		<u>45,747</u>
YSA Fund		
Blueprint: Film Foundation	'Flix' Youth Social Action	3,986
Bonny Downs Community Association	Go Wild 2017	1,474
Creative Opportunities Limited	Community Volunteers	4,950
Envision	Community Apprentices	5,000
Forest Gate Community Garden	Green Fingers	2,099
Leaders in Community	Garden Action	4,780
loveLife Generation	Leadership For Change	4,560
Newark Youth London	Girls in Action	4,916
Skyway Charity	SkyWay Mental Health Ambassadors	4,320
SPLASH play	Community Volunteers	3,915
Stitches in Time	Limehouse Youth Arts Festival	5,000
West Silvertown Village Community Foundation	BV Fun in the Sun 2017	5,000
		<u>50,000</u>
Total Grants Awarded		<u>1,012,433</u>

7 Net incoming resources for the year

This is stated after charging:

	2018 £	2017 £
Depreciation	-	-
Auditors' remuneration:		
Audit	9,150	9,236
Other services (payroll)	960	743
	<u>9,150</u>	<u>9,236</u>
	<u>960</u>	<u>743</u>

8 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

Staff costs were as follows:

	2018 £	2017 £
Salaries and wages	366,384	329,551
Social security costs	39,974	31,202
Employer's contribution to defined contribution and auto enrolment pension schemes	15,901	6,549
	<u>422,259</u>	<u>367,302</u>

The following number of employees received employee benefits (excluding employer pension costs) during the year between:

	2018 No.	2017 No.
£70,000 - £79,999	1	1

The total employee benefits including pension contributions of the key management personnel were £212,681 (2017: £199,299). The key management personnel comprises the senior management team, who have the authority and responsibility for planning, directing and controlling the activities of the charity, under the guidance of the trustees.

The charity trustees were not paid or received any other benefits from employment with the charity in the year (2017: £nil). No charity trustee received payment for professional or other services supplied to the charity (2017: £nil).

Trustees did not claim reimbursement of expenses during the year (2017: £nil)

9 Staff numbers

The average number of employees (head count based on number of staff employed) during the year was as follows:

	2018 No.	2017 No.
Raising funds	2.8	1.9
Grant Making	2.7	1.6
Other Charitable Activities	2.6	2.9
Support	1.7	2.4
Governance	0.2	0.2
	<u>9.9</u>	<u>9.0</u>

10 Related party transactions

The following trustees are associated with organisations that have received financial support from EECF during the year to 31st March 2018. The amount of funding awarded is detailed in Note 6.

- Sister Christine Frost Neighbours in Poplar and SPLASH

The following trustees represent organisations that donated funds to EECF.

- Praveen Joynathsing Societe Generale
- Howard Dawber Canary Wharf Group
- Zena Cooke London Borough of Tower Hamlets
- Manali Trivedi Northern Trust
- Rick Watson AFME

One of EECF's freeholds is on a short-term rolling lease. Focused discussions have started to take place about potential future use of that site and so the following trustees and co-optees have been excluded from these discussions.

- Howard Dawber Canary Wharf Group

A number of trustees make personal unrestricted donations to the charity and donate to The Philanthropy Club.

11 Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

12 Tangible fixed assets

	Computer equipment £	Office equipment £	Total £
Cost			
At the start of the year	7,860	92	7,952
Additions in year	3,570	-	3,570
Disposals in year	-	-	-
At the end of the year	11,430	92	11,522
Depreciation			
At the start of the year	4,834	92	4,926
Charge for the year	1,165	-	1,165
Eliminated on disposal	-	-	-
At the end of the year	5,999	92	6,091
Net book value			
At the end of the year	5,431	-	5,431
At the start of the year	3,026	-	3,026

All of the above assets are used for charitable purposes.

East End Community Foundation

Notes to the financial statements

For the year ended 31 March 2018

13 Listed investments

	2018 £	2017 £
Market value at the start of the year	20,075,104	16,276,986
Additions at cost	1,292,174	1,693,812
Disposal proceeds	(1,158,233)	(476,331)
Realised gain / (loss)	8,162	10,586
Unrealised (loss) / gain on revaluation	117,275	2,570,051
Market value at the end of the year	20,334,482	20,075,104
Historical cost at 31 March	17,745,946	16,276,859

14 Debtors

	2018 £	2017 £
Trade debtors	92,194	130,796
Prepayments	198	-
Accrued income	87,150	85,863
	179,542	216,659

15 Creditors: amounts falling due within one year

	2018 £	2017 £
Grants payable	235,709	139,552
Trade and other creditors	30,633	248,328
Deferred Income	211,195	165,412
Taxation and social security	10,754	10,503
Accruals	13,008	14,336
	501,299	578,131

Deferred income relates to funding where the donor has specified in the funding agreement that the income is in relation to a future period and the funds should not be expended until that time.

Movements on deferred income during the year were as follows:

	2018 £	2017 £
Balance brought forward as at 1 April 2017	165,412	100,000
Amount released to income in the financial year	(165,412)	(100,000)
Income received and deferred in the financial year	211,195	165,412
Balance carried forward to next financial year	211,195	165,412

16 Operating Leases

Total future minimum lease payments under a non cancellable operating lease, in respect of office equipment, is as follows.

	2018 £	2017 £
Not later than one year	628	837
Later than one but within five years	-	628
	628	1,465

17 Pension scheme

EECF operates an Auto Enrolment Pension Plan from 1 May 2018 staging date, which benefits all members of staff. Prior to this, EECF operated a defined contribution Stakeholders Pension Plan of which 5 members of staff were of benefit until April 2017. EECF made total contributions, over both schemes during the year, of £15,901 (2017: £6,549).

18 Analysis of net assets between funds

	General unrestricted £	Endowment £	Restricted £	Total funds £
Tangible fixed assets	5,431	-	-	5,431
Investments	5,510,223	14,198,077	1,783,737	21,492,037
Net current assets	269,317	-	988,714	1,258,031
Net assets at the end of the year	5,784,971	14,198,077	2,772,451	22,755,499

East End Community Foundation

Notes to the financial statements

For the year ended 31 March 2018

19 Movements in funds

	At the start of the year £	Incoming resources & gains £	Outgoing resources & losses £	Transfers £	At the end of the year £
Restricted funds:					
<u>Grant Making</u>					
Isle of Dogs Grant Chest	-	-	78,195	78,243	48
Tower Hamlets Grant Chest	-	22,777	95,532	75,372	2,617
Fund for Hackney	-	7	-	73,174	73,181
Newham Giving	13,881	45,577	85,693	78,714	52,479
Philanthropy Club	38,002	24,362	19,382	3,246	46,228
Grassroots City	779	-	-	527	1,306
Millwall Park	30,194	-	-	17,751	47,945
Poplar Harca Grants	110,000	77,834	74,534	(3,300)	110,000
Study Support Weekends	75,991	-	13,790	(1,379)	60,822
Evening Standard Dispossessed	8,089	7,717	-	-	15,806
Comic Relief	-	31,149	14,095	(1,480)	15,574
Allen & Overy Fund	-	28,600	22,391	(3,600)	2,609
Summer Programme	-	19,505	16,556	(595)	2,354
London Dock CF - St George Fund	-	20,000	18,000	(2,000)	-
HAVCO Legacy Fund	-	31,783	28,605	(3,178)	-
20 Fenchurch Street Fund	1,344	132,720	121,522	(805)	11,737
IQL Community Fund (prev. TIQ)	-	30,000	-	-	30,000
TD Securities Auction	-	60,507	45,258	(15,249)	-
Inspiring Communities	-	41,800	33,775	(5,904)	2,121
Societe Generale	-	100,000	90,000	(10,000)	-
Vital Grants	113,250	-	45,747	62,500	130,003
Sponsorship fund	11,000	1,200	1,435	2,435	13,200
S106 Grant Making	132,000	-	120,000	(12,000)	-
Millwall Park Capital Project	100,000	-	-	-	100,000
Peter Wade Memorial Fund	-	-	-	736	736
John Laing Fund	-	22,000	20,000	(2,000)	-
Island Health Trust	-	45,360	15,000	(3,360)	27,000
YSA Fund	33,000	11,000	50,000	17,000	11,000
<u>In House Projects</u>					
E-Mentoring and Education	22,880	-	-	(22,880)	-
Employment and Training Fund	155,377	-	70,557	(20,000)	64,820
Island Exchange	13,366	2,120	2,385	(3,136)	9,965
Docklands 50+ Forum	11,518	18,265	24,130	-	5,653
<u>General</u>					
St Matthias Church	83,097	-	-	-	83,097
Stoneyard Lane Fund	97,427	-	23,875	(25,000)	48,552
Stoneyard Lane Exp Endowment	665,344	37,065	-	(5,000)	697,409
Ropemakers Environmental	290,178	12,056	-	-	302,234
Poplar Harca Community Dev.	13,919	-	-	-	13,919
City Bridge Trust	21,323	57,750	61,824	-	17,249
S106 Expendable Endowment	767,685	5,102	-	-	772,787
Total restricted funds	2,809,644	886,256	1,192,281	268,832	2,772,451

East End Community Foundation

Notes to the financial statements

For the year ended 31 March 2018

19 Movements in funds (continued)

	At the start of the year £	Incoming resources & gains £	Outgoing resources & losses £	Transfers £	At the end of the year £
Endowment Funds					
Education & Training	1,036,056	55,155	-	(39,394)	1,051,817
Employment and Training	129,716	6,962	-	(4,670)	132,008
Millwall Park	507,491	27,258	-	(18,282)	516,467
Main endowment fund	2,997,716	9,455	116,399	-	2,890,772
LDDC community grants	1,682,978	90,344	-	(60,595)	1,712,727
Grassroots Tower Hamlets	333,283	17,128	-	(11,488)	338,923
Grassroots Newham	333,767	14,207	-	(9,529)	338,445
Grassroots Hackney	285,474	11,671	-	(7,828)	289,317
Grassroots City	15,477	808	-	(542)	15,743
Evening Standard Dispossessed	235,926	-	1,169	-	234,757
Peter Wade Memorial	52,220	2,706	-	(1,307)	53,619
Elders Endowment	312,040	16,621	-	(3,221)	325,440
20 Fenchurch Street Legacy	8,530	453	-	4,604	13,587
Community First:					
Philanthropy Club	37,194	1,434	-	8,482	47,110
Linklaters	95,786	4,782	-	(3,207)	97,361
EECF Hackney	1,884,589	437,014	-	86,415	2,408,018
EECF Tower Hamlets	1,834,477	95,683	-	(64,177)	1,865,983
EECF Newham	1,834,477	95,683	-	(64,177)	1,865,983
Total endowment funds	13,617,197	887,364	117,568	(188,916)	14,198,077
Unrestricted funds:					
Designated funds:					
Grant Making	605,292	-	-	(28,935)	576,357
Endowment Building Incentive	828,374	-	-	(173,337)	655,037
Capital Investment	3,000,000	-	-	-	3,000,000
	4,433,666	-	-	(202,272)	4,231,394
General Fund	1,477,729	358,830	405,338	122,356	1,553,577
Total unrestricted funds	5,911,395	358,830	405,338	(79,916)	5,784,971
Total funds	22,338,236	2,132,450	1,715,187	-	22,755,499

Purposes of restricted funds

Isle of Dogs Grants Chest. Income from the LDDC Community Grants and the LDDC Education & Training endowments are used to form this fund along with individual donations.

Tower Hamlets Grants Chest. Income from the Employment & Training and Grassroots Tower Hamlets endowments, along with donations from Berwin Cave Leighton Paisner (BCLP) and Quartet Community Foundation are used to form this fund.

Fund for Hackney. Income from EECF's Community First and Grassroots Hackney endowments, State Street Bank, Societe Generale, LinkAid and other small donations were used to form this fund.

Newham Giving. Income from EECF's Community First and Grassroots Newham endowments, Berwin Cave Leighton & Paisner (BCLP), Clifford Chance, Northern Trust and other individual donations were used to form this fund.

Philanthropy Club. Income from the Philanthropy Club members to benefit the local community.

Grassroots City. Income from the Grassroots City Endowment Fund is available to fund provision that benefits the local community in the City area of London.

Millwall Park. Income from the Millwall Park Endowment Fund is available to fund provision that benefits the local community in the Millwall Park area on the Isle of Dogs (Tower Hamlets).

19 Movements in funds (continued)

Purposes of restricted funds (continued)

Poplar Harca Grants and Arts Chest. Poplar Harca's fund is used to deliver a grants programme in the Tower Hamlets wards of Poplar, Lansbury, Mile End, Bromley South and Bromley North.

Study Support Weekends. The income is generated from various parties including TD Securities and smaller donations. The fund is open to secondary schools in Tower Hamlets and Newham.

Income from the **Evening Standard Dispossessed Fund** is changeable directed by the Evening Standard. The purpose of the 2015 programme was to be used to address estate-based issues.

Comic Relief covers a wide range of charitable purposes and was available to support grassroots initiatives in Tower Hamlets, Hackney, Newham and City of London.

Allen & Overy Fund. This fund supports activities within Tower Hamlets and Hackney.

Isle of Dogs Summer Programme. This long standing programme is funded through the income raised by runners awarded a London Marathon Golden Bond place.

London Dock Community Fund - St George Fund. The developer established this fund to support community activities close its development in Wapping, Tower Hamlets. The Fund specifically supports the wards of St Katharine's & Wapping and Shadwell.

HAVCO Legacy Fund. This fund is established to assist Haringey's voluntary and community groups working to alleviate poverty by assisting employment, health and wellbeing and community safety by supporting the organisation core services costs.

20 Fenchurch Street Legacy Fund. This fund was established by the 20 Fenchurch Street Partnership and is a vehicle for the buildings tenants and service providers to support projects addressing unemployment in the boroughs of Tower Hamlet, Hackney and Newham.

IQL Community Fund, established by Lendlease. This fund supports local communities within the vicinity of The International Quarter development in Stratford, Newham.

Inspiring Communities. East End Community Foundation is distributing funding on behalf of Get Living London to support the local communities around East Village, E20.

TD Securities. Funds the Study Support Weekends, see above.

Vital Grants. Established by EECF from its unrestricted resources to address community cohesion in Tower Hamlets.

Societe Generale. Established to support young people of Tower Hamlets and Newham, improving their educational development, through sport, arts or cultural activities and improving literacy.

Sponsorship Fund. Established by EECF to sponsor local events or initiatives with a strong East End focus or connection that may not naturally fit our typical grant criteria.

S106. This fund is made up of two programmes; Millennium Quarter (MQ) and Riverside South (RS). The fund has been established with LBTH and is ring-fenced to activities serving residents on the Isle of Dogs (MQ) and the Isle of Dogs and South Poplar (RS).

Millwall Park Capital Project. This fund was established using income from the Millwall Park Endowment and is designated for a planned capital project in the park.

John Laing. Established to support local organisations in City of London, Tower Hamlets, Hackney and Newham to address key issues such as homelessness, disadvantaged and exploited young people, improving education and community regeneration, including the elderly.

YSA. This fund was established by the Office for Civil Society and Big Lottery Fund to support youth social action.

Island Health Trust. This fund was established by Island Health Trust to improve employment prospects in Tower Hamlets and Newham.

Purposes of designated funds

Grant Making - funds set aside by the trustees to top up the grant making funds.

Endowment Building Incentive - funds set aside by the trustees to build new endowment funds and match funds donated from outside organisations for endowments.

Capital Investment - funds set aside for future capital investment by the charity.

20 Reconciliation of net income / (expenditure) to net cash flow from operating activities

	2018 £	2017 £
Net income / (expenditure) for the reporting period (as per the statement of financial activities)	417,263	2,543,781
(Gains) / Losses on investments	(125,437)	(2,580,637)
Depreciation	1,165	-
Dividends, interest and rent from investments	(711,313)	(671,779)
(Increase) / Decrease in debtors	37,117	(115,099)
(Decrease) / Increase in creditors	(76,832)	(96,015)
Net cash provided by operating activities	(458,037)	(919,749)

21 Analysis of cash and cash equivalents

	At 1 April 2017 £	Cash flows £	Other changes £	At 31 March 2018 £
Cash in hand	1,379,774	(1,196,961)	-	182,813
Cash held on deposit	623,010	773,965	-	1,396,975
Cash held in investment accounts	618,794	538,761	-	1,157,555
Total cash and cash equivalents	2,621,578	115,765	-	2,737,343

22 Legal status of the charity

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

23 Properties

The London Docklands Development Corporation, as part of its de-designation transferred the freeholds of numerous properties in the area occupied on long leases at nominal rent. The duty as freeholder is to ensure that the properties continue to be used for community benefit. The opportunity for EECF to financially benefit from these properties remains remote or subject to many contingent matters prior to valuation, therefore no amounts are included in these financial statements. The exception to this is the Workhouse site at Poplar that is on a short term lease and is an area deemed for redevelopment. EECF has appointed CBRE as its development agent to investigate potential uses for the site, however limited progress has been achieved in the year, due to waiting for the release of the GLA framework. As this is now available, EECF will be able to agree a way forward for the site, obtain a valuation and include the property in the financial statements and this is expected to take place during 2018/19.