

# Stewartstown Road Regeneration Project

Annual report and financial statements

31 May 2013



A local inter-community business stimulating and promoting economic and social regeneration

## Annual report (June 2012 to May 2013)

Stewartstown Road Regeneration Project (SRRP) has continued to trade successfully and profitably as a property management and regeneration company. It remains a rare example in Northern Ireland of an inter-community led initiative that has created shared physical and social space at a formerly contested and violent interface.

### Property and estate

SRRP's estate comprises 22,370 square feet of commercial buildings with associated car parking and landscaping and approximately 2/3 acre of grass parkland. Construction was carried out in two phases completed in 2002 and 2008.



The first phase comprising four retail units and 5,000 square feet office space cost approximately £840,000 and was funded entirely from public resources including Department for Social Development, International Fund for Ireland, and European Union structural funds, with 'in-kind' contributions from Northern Ireland Housing Executive (NIHE). The second phase comprising an additional two retail units, 2,000 square feet office space, and a 50 place children's day nursery cost approximately £1.36M and was mainly funded by the same public resources as phase 1 but with a contribution of £79,000 from SRRP's retained profits.

During the year June 2012 to May 2013 SRRP has continued to maintain its estate in a condition appropriate for a mixed use commercial property sited at a primary suburban location. Bollards and railings have been re-painted; footpaths and parapets power washed; car park and roadway markings re-lined where required; grassy areas trimmed and tidied. Graffiti – which will appear from time to time on almost any public space – have been promptly removed. A significant consequence of this approach to maintenance is that the site is a place where people from both adjoining communities and elsewhere can feel safe and secure while going about normal everyday shopping activities. The steadily increasing occupancy of the car park can be seen as an indicator of success in terms of positive public perception of the services and facilities available on site.

Internal refurbishment has proceeded in parallel with external maintenance. Additional energy efficient light emitting diode (LED) lighting was installed in the ground floor hallway, the main stairwell, and the first floor lobby. This investment from SRRP's own resources was made after the successful introduction of LED lighting achieved in the previous year via grant assistance from the Big Lottery Fund. The domestic hot water system was overhauled and new work surfaces were installed in the communal kitchen. In addition to a contingent of over forty people employed in organisations housed in the main building evening use by community and voluntary groups extends the daily occupancy of the premises to 9 pm, Monday to Thursday.



Daylight colour 23 watt LED lamps replace 58 watt fluorescent fittings in the lobby



Hanging flower baskets purchased from Belfast City Council's 'Belfast in Bloom' scheme decorate the retail frontage.

Hanging flower baskets were installed from June to October and festive lighting was affixed over the Christmas period – to general public and tenant approval.

## Tenant affairs

All commercial office and retail units continue to be occupied by eleven tenants which include businesses, statutory agencies, and community based initiatives and projects. The company continues to investigate further possibilities for future regeneration initiatives although no additional land is currently available for building or development projects within the area owned and managed by SRRP.

SRRP's tenants include:

Costcutter / Suffolk Post Office	- groceries and sub post office
Murphy's Blinds	- decorative blinds manufacturer and installer
The Coffee House Bistro	- day time café
Woodbourne Pharmacy	- prescription medicines and pharmacy
Triona Hair and Beauty	- ladies' stylist
Sparkles Daycare	- children's daycare
Early Years Team	- Belfast Health & Social Care Trust
Outer West Surestart	- education, childcare, health, and family support
Lenadoon Counselling Project	- adult and child therapeutic counselling (a Lenadoon Community Forum project)
Suffolk Lenadoon Interface Group	- inter-community development and peace building
Suffolk Community Forum	- community development

Upwards of ninety people are employed by these organisations and the company's facilities are used on a daily basis. People from the local communities also use the building in the evenings and weekends as they participate in activities and services organised and provided by several community groups. Premises opening hours are flexible to cope with this enhanced demand.

## Community affairs



SRRP continued to make its premises available to various community groups and initiatives from the Lenadoon and Suffolk areas and to actively participate in local projects sponsored by the Suffolk Lenadoon Interface Group (SLIG).

Young people from Lenadoon and Suffolk unveiling murals which they created. Included also are Ciaran McLaughlin (SLIG Inter-cultural worker) and Fra Maher (consultant artist) – August 2012.



Murals created by young people as part of the SLIG sponsored Woodbourne improvement scheme add a bright a cheerful note to the heavily fortified Woodbourne police station.



Fire damage to wooden door, wall render, and bitmac surface. Stolen bread trays had been placed against the door and ignited.

For the first time in its history SRRP's property was subjected to a period of significant youth related vandalism in the autumn and winter of 2012. Some small fires were set and external fixtures and fittings broken. The value of the damage was sufficient to warrant a claim being made to the Compensation Agency. Some – but not all – of this damage was associated with interface related disturbances. Most was associated with otherwise non-violent congregation of children and youths on site.

Albeit problematic the ability for young people to feel confident enough to assemble on site can be seen as an ironic success for a previously desolate interface location. Nevertheless the negative consequences in terms of property damage and territoriality outweigh positive benefits. A concerted collaborative approach including youth development workers from SLIG, community safety volunteers from Suffolk and Lenadoon, and community police officers from Woodbourne PSNI succeeded in preventing any further vandalism, significantly diminishing the desire to play at the SRRP site, and – perhaps – instilling a notion of respectful ownership of the public domain.



Late night gathering of children outside shops and childcare building – October 2012.

### **Board affairs**

The Board of Directors has met monthly and the 11<sup>th</sup> Annual General Meeting was held in February 2013. Máiría Cahill retired on 4<sup>th</sup> October 2012. Sharon McCullough retired on 5<sup>th</sup> November 2012. The board extends its thanks to Máiría and Sharon for their contributions to the development of the company.

Prior to the AGM the elected office holders were:

Chair:	Deborah Brinkley	(Suffolk)
Secretary:	Paddy O'Donnell	(Lenadoon)
Vice chair:	Chris O'Halloran	(Independent)
Treasurer:	Len McComb	(Independent)

After the AGM the board elected the following office holders:

Chair:	Kieran Harris	(Lenadoon)
Secretary:	Stuart Lavery	(Suffolk)
Vice chair:	Len McComb	(Independent)
Treasurer:	Chris O'Halloran	(Independent)

Given that both Lenadoon and Suffolk forums are constitutionally linked to SRRP and to the Suffolk Lenadoon Interface Group (SLIG) the board agreed to investigate opportunities for more formalised collaboration. Specifically between SLIG and SRRP and more generally between and among all four entities. Advice was sought from Collaboration NI (a Northern Ireland based consultancy ultimately initiated by the Big Lottery Fund).

Three workshops for SRRP directors and SLIG management committee members – commencing in December 2012 – were hosted by Collaboration NI. The outcome of these meetings was an acceptance of the status quo for the foreseeable future but with a recognition that corporate governance should be enhanced. Two further governance training workshops for SRRP directors were held in April and May 2013 hosted by the Northern Ireland Council for Voluntary Action (NICVA).

## Finances

SRRP is in the fortunate position of having had its capital costs largely funded from public sources. Invaluable non-monetary technical support has been provided by the Northern Ireland Housing Executive. The directors express their sincere thanks to all the company's funders for their contributions and awards and for their continued support for SRRP's endeavours. The company does not receive revenue funding. SRRP is accepted by HM Revenue & Customs as a charity for tax purposes under the reference XT 27868.

During the year the company has declared a trading surplus of £62,239. In the previous financial year (ending May 2012) the company declared a trading surplus of £60,015. And from this latter sum the board has donated £25,005 to Suffolk Community Forum and £25,005 to Lenadoon Community Forum – to assist with the provision of projects and services. Following advice from the company's auditor the board has requested written financial statements from both forums on their use of these donations. The following summarised statements are derived from information kindly provided by the forums.

### Suffolk Community Forum (June 2012 to May 2013)

SRRP donation:	£25,005
Administrative expenses	7,000
Volunteer expenses	2,600
Professional fees	2,000
Miscellaneous costs	1,500
Carried forward:	£11,905

### Lenadoon Community Forum (June 2012 to December 2013)

Balance brought forward:	£ 7,171
SRRP donation:	25,005
Administrative expenses	8,666
Staff training	570
Professional fees	1,000
Membership fees	275
Lenadoon Counselling Project	3,000
Community magazine (printing and distribution)	8,030
Donations to 21 forum member groups	9,800
Carried forward:	£ 835

Kieran Harris  
Chairman.

## Company Information

### Directors:

Jean Brown  
Reneé Crawford  
Paddy O'Donnell  
Deborah Brinkley (retired 28<sup>th</sup> January 2014)  
Chris O'Halloran  
Patrick McKeever (retired 11<sup>th</sup> February 2014)  
Terry Turkington  
Stuart Lavery (Company secretary)  
Len McComb  
Joe Hamill  
Máiría Cahill (retired 4<sup>th</sup> October 2012)  
Sharon McCullough (retired 5<sup>th</sup> November 2012)  
Kieran Harris  
Kevin O'Leary

Company Number NI 38675

HMRC charity reference XT27868

Registered Office 124 Stewartstown Road  
Belfast  
BT11 9JQ

Auditor McCreery Turkington Stockman LLP  
Stockman House  
39-43 Bedford Street  
Belfast BT2 7EE

Bankers First Trust Bank  
156-160 Andersonstown Road  
Belfast  
BT11 9BY

Solicitors Kearney Sefton  
Franklin House  
10-12 Brunswick Street  
BT2 7GE



## **Directors' report for the year ended 31 May 2013**

### **Structure, Governance and Management**

#### **Governing Document**

The organisation is a charitable company limited by guarantee, incorporated on 30 May 2000 and was registered as a charity on 3 May 2011. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £2.

#### **Recruitment and Appointment of Directors**

The directors of the company are also charity trustees for the purposes of charity law. Under the requirements of the Memorandum and Articles of Association the directors retire by rotation and, being eligible, offer themselves for re-election. Individuals are invited to serve as directors on the basis of their abilities and background so as to achieve a balance between those from the business, voluntary and charity sectors.

#### **Directors Induction and Training**

The directors have conducted a review of the major risks to which the charity is exposed. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the premises. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

#### **Organisational Structure**

At present Stewartstown Road Regeneration Project Ltd has a Board of directors of 11 members who meet regularly and are responsible for the strategic direction and policy of the charity. A scheme of delegation is in place and day to day responsibility for the provision of the services rests with the manager.

#### **Objectives and Activities**

The principal activities of the company continue to be the stimulation and promotion of economic and social development in the Stewartstown Road area of Belfast.

#### **Achievements and Performance**

The company believes it achieved its goals of promoting good community relations throughout the Stewartstown Road area.

#### **Financial Review**

The results are set out in detail in the audited accounts. The company had a successful year although it saw a slight decrease in its reserves due to an increase in some areas of expenditure.

#### **Principal Funding Sources**

The principle source of funding was rental income from property located on the Stewartstown Road.

#### **Investment Policy**

In recent years the charity has accumulated significant cash reserves for maintaining the rental property to a high standard. The surplus funds remain on short term deposit.

#### **Reserves Policy**

The directors retain funds in the charity in order to provide sufficient working capital to facilitate the ongoing activities. The target for unrestricted fund reserves is six months support costs in cash at bank.

#### **Volunteers**

The company had no volunteers during the year.

## **Statement of Directors' Responsibilities**

The directors are responsible for preparing the Directors 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 directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the year. In preparing those financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in operation.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the directors are aware:

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

## **Auditors**

The auditors are deemed to be reappointed in accordance with Section 487(2) of the Companies Act 2006.

This report has been prepared in accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities and is in accordance with the special provisions of Part 15 of the Companies Act 2006.

This report was approved by the Board on 13<sup>th</sup> January 2014.

Kieran Harris  
Director.

## **Independent auditors' report to the shareholders of Stewartstown Road Regeneration Project Ltd**

We have audited the financial statements of Stewartstown Road Regeneration Project Ltd for the year ended 31 May 2012 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet and the related notes. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

This report is made solely to the 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 in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out in the Statements of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and have been properly prepared in accordance with Companies Act 2006. We report to you whether in our opinion, the information given in the Directors' Report is not consistent with the financial statements.

In addition we report to you, if in our opinion, the company has not kept proper records, if the financial statements are not in agreement with the accounting records and returns, if we have not received all the information and explanations we require for our audit, or if certain disclosure of directors' remuneration specified by law are not made. We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

### **Basis of audit opinion**

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

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

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard - Provisions Available for Smaller Entities, in the circumstances set out in note 14 to the financial statements.

### **Opinion**

In our opinion:

- The financial statements give a true and fair view of the state of the charitable company's affairs as at 31 May 2013 and of its incoming resources and application of resources, including its income and expenditure for the year ended;
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- the financial statements have been properly prepared in accordance with the Companies Act 2006; and
- the information given in the Directors Report is consistent with the financial statements.

**Richard McClay (Senior Statutory Auditor)**  
**For and on behalf of McCreery Turkington Stockman LLP**  
**1 Lanyon Quay**  
**BELFAST**  
**BT1 3LG**

**Chartered Accountants**

**Date: 13 January 2014**

## Stewartstown Road Regeneration Project Ltd

### Statement of Financial Activities (Including Summary Income and Expenditure Account) for the year ended 31 May 2013

		Unrestricted Funds	Restricted Funds	Total	Total
		2013	2013	2013	2012
<b>Incoming Resources</b>	Notes	£	£	£	£
<i>Activities to further the charity's objectives:</i>					
Rent received & other income		160,757	-	160,757	191,743
<i>Other income</i>					
Amortisation of government grants		-	-	-	-
Big Lottery energy grant		-	-	-	8,858
Investment Income		1,043	-	1,043	1,601
<b>Total incoming resources</b>		<u>161,800</u>	<u>-</u>	<u>161,800</u>	<u>202,202</u>
<b>Charitable expenditure</b>					
Management and administration	3	(249,240)	(371)	(249,611)	(310,752)
<b>Total resources expended</b>	4	<u>(249,240)</u>	<u>(371)</u>	<u>(249,611)</u>	<u>(310,752)</u>
<b>Net income before transfers</b>		<u>(87,440)</u>	<u>(371)</u>	<u>(87,811)</u>	<u>(108,550)</u>
<b>Transfer between funds</b>					
		-	-	-	-
<b>Net incoming resources</b>		<u>(87,440)</u>	<u>(371)</u>	<u>(87,811)</u>	<u>(108,550)</u>
Prior year adjustment	11	-	-	-	1,626,219
Fund balances brought forward		1,728,840	371	1,729,211	211,542
<b>Fund balances carried forward</b>		<u>1,641,400</u>	<u>-</u>	<u>1,641,400</u>	<u>1,729,211</u>

All of the above results are derived from continuing activities. All gains and losses recognised in the year are included above.

**Stewartstown Road Regeneration Project Ltd**

**Balance sheet  
as at 31 May 2013**

	Notes	2013		2012	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	6		1,500,847		1,600,484
<b>Current assets</b>					
Debtors	7	12,289		27,062	
Cash at bank and in hand		135,898		105,176	
		<u>148,187</u>		<u>132,238</u>	
<b>Creditors: amounts falling due within one year</b>	8	<u>(7,634)</u>		<u>(3,511)</u>	
<b>Net current assets</b>			<u>140,553</u>		<u>128,727</u>
<b>Net assets</b>			<u>1,641,400</u>		<u>1,729,211</u>
<b>Capital and reserves</b>					
Restricted funds	9		-		371
Unrestricted funds	9		1,641,400		1,728,840
<b>General funds</b>			<u>1,641,400</u>		<u>1,729,211</u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 and the Financial Reporting Standard for Smaller Entities (effective April 2008) relating to small companies.

The financial statements were approved by the Board on 13 January 2014 and signed and approved for issue on its behalf by

Kieran Harris  
Director

Registration number NI038675

## Stewartstown Road Regeneration Project Ltd

### Notes to the financial statements for the year ended 31 May 2013

#### 1. Accounting policies

##### 1.1. Basis of preparation

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

##### 1.2. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	- 2% straight line
Computers	- 25% straight line
Fixtures, fittings, and equipment	- 20% straight line

##### 1.3. Fund Accounting

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

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

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

Investment income and gains are allocated to the appropriate fund.

##### 1.4. Resources

###### Incoming resources

All incoming resources are included in the SOFA when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. Donations are included as income when they are received. No amounts are included in the financial statements for services donated by volunteers.

###### Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs relating to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources.

#### 2 Employees

##### Number of employees

The average monthly numbers of employees (including the directors) during the year were:

	2013	2012
Management	1	1

<b>Employment costs</b>	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Wages and salaries	27,352	27,352
Employer's National Insurance	2,735	2,790
Other pension costs	<u>1,482</u>	<u>1,368</u>
	<b><u>31,569</u></b>	<b><u>31,510</u></b>

There were no employees earning over £60,000 in the two years ended 31 May 2013.

<b>3. Total resources expended</b>	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Wages and salaries	27,352	27,352
Employer'S NI contributions	2,735	2,790
Staff money purchase pension costs	1,482	1,368
Rates	139	145
Insurance	4,684	5,204
Light and heat	4,143	5,458
Repairs and premises costs	39,116	61,561
Printing, postage, stationery	491	392
Telephone	1,074	1,088
Directors' meeting costs	417	310
Catering	520	348
Legal fees	365	765
Consultancy fees	0	1,539
Audit	1,400	1,400
Bank charges	310	309
Bad debts	14,755	18,065
General expenses	831	1,048
Management expenses	150	197
Charitable donations – gift aid	50,010	63,718
Charitable donations – other	0	1,000
Donations to SLIG projects	0	16,775
Depreciation on freehold property	39,200	39,200
Depreciation on plant and machinery	0	283
Depreciation on fixtures and equipment	<u>60,437</u>	<u>60,437</u>
	<b><u>249,611</u></b>	<b><u>310,752</u></b>

<b>4. Net incoming resources for the year</b>	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Net incoming resources is stated after charging:		
Depreciation and other amounts written off tangible assets	99,637	99,920
Auditors' remuneration	<u>1,400</u>	<u>1,400</u>

#### **5. Taxation**

No liability to UK corporation tax arises on ordinary activities for the year. The company is a registered charity.

## 6. Tangible fixed assets

	Land and buildings leasehold	Plant and machinery	Fixtures, fittings and equipment	Total
	£	£	£	£
<b>Cost</b>				
At 1 June 2012	1,796,141	1,126	572,500	2,369,767
At 31 May 2013	1,796,141	1,126	572,500	2,369,767
<b>Depreciation</b>				
At 1 June 2012	256,969	1,126	511,188	769,283
Charge for the year	39,200	-	60,437	99,637
At 31 May 2013	296,169	1,126	571,625	868,920
<b>Net book values</b>				
At 31 May 2013	1,499,972	-	875	1,500,847
At 31 May 2012	1,539,172	-	61,312	1,600,484

The land and property is held in a 99 year lease with the Northern Ireland Housing Executive dated 12<sup>th</sup> February 2001.

7. Debtors	2013 £	2012 £
Trade debtors	12,289	25,017
VAT	0	2,045
	<u>12,289</u>	<u>27,062</u>

8. Creditors: amounts falling due within one year	2013 £	2012 £
Trade creditors	1,309	2,111
HMRC VAT	4,925	0
Accruals and deferred income	1,400	1,400
	<u>7,634</u>	<u>3,511</u>

9. Statement of funds	General reserve account £	Restricted reserve account £	Total £
<b>Total reserves at 1 June 2012</b>	1,728,840	371	1,729,211
Total income for the year	161,800	0	161,800
Total expenditure for the year	(249,240)	(371)	(249,611)
<b>Total reserves at 31 May 2013</b>	<u>1,641,400</u>	<u>0</u>	<u>1,641,400</u>

The general reserve represents the free funds of the charity which are not designated for particular purposes.



**10. Analysis of net assets between funds**

	<b>General reserve fund £</b>	<b>Total £</b>
<b>Fund Balances at 31 May 2013 represented by:</b>		
Tangible fixed assets	1,500,847	1,500,847
Current assets	148,187	148,187
Current liabilities	<u>(7,634)</u>	<u>(7,634)</u>
<b>Total net assets</b>	<b><u>1,641,400</u></b>	<b><u>1,641,400</u></b>

The general reserve represents the free funds of the charity which are not designated for particular purposes.

**11. Prior year adjustment**

The charity has made a prior year adjustment to bring deferred revenue into the Statement of Financial Activities (SOFA) in line with SORP 2005 paragraphs 110 to 111.