

Registered Charity Number
01109518

Registered Company Number
05372522



Annual Report for the Year Ended

31 March 2011



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Beneficial Foundation
Trustees' Annual Report for the year ended 31 March 2011

Statutory Information for the Charity and Company

Name, registered office and constitution of the charity

The full name of the charity is The Beneficial Foundation.

The legal registration details are :-

<i>Date of incorporation</i>	22 February 2005
<i>Company Registration Number</i>	05372522
<i>The Registered Office is</i>	16 Anson Road Fratton Industrial Estate Portsmouth Hampshire PO4 8TB
<i>Charity Registration Number</i>	01109518
<i>The telephone number is</i>	(023) 9273 3822

The members of the Board of Trustees of the Charity

The trustees who served the charity during the year were as follows:

Mrs J Auckland-Jones (resigned 11 August 2011)
Mr G Siddall
Mr D A Creal
Cllr R J Dickson
Cllr T P Hart
Mr S P Kerr
Cllr L E Stubbs
Mr M Bowles
Mr L Giffard
Miss A Salway
Cllr D Horne

Chief Executive Ms J Y Brent

Company Secretary Ms J Y Brent

Bankers, Solicitors and Auditors

Bankers	Natwest Bank Plc 1st Floor Bay House North Harbour Business Park Portsmouth Hampshire PO6 4RS
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Beneficial Foundation
Trustees' Annual Report for the year ended 31 March 2011

Statutory Information for the Charity and Company

Solicitors
Coffin Mew & Clover
Kings Park Road
Southampton
Hampshire
SO15 2UF

Auditors
Aspen Waite Limited
Chartered Accountants and Registered Auditors
The Old Laundry
Bridge Street
Southwick
Fareham
Hampshire
PO17 6DZ



Beneficial Foundation Trustees' Annual Report for the year ended 31 March 2011

Foreword

Chief Executive - Jennie Brent

Uppermost in my mind, throughout the year, has been the UK's economic situation and how any downturn in our source of funding would affect the services we provide. Of course, this represents a big challenge, but our increased focus on expansion of the training facilities and the increasing professionalism of the team has seen us through to the year end in good financial shape.

We have seen staff changes this year and once again used the opportunity to re-focus our activities and recruit more junior level positions. This has meant that senior staff, as well as management, are experiencing even more pressure whilst new, more junior staff are trained. We all feel a responsibility to the families and carers of our service users we serve to ensure that they continue to experience the highest possible quality of service delivery.

Our main focus in the year was to achieve accreditation as an approved City and Guilds centre. Such status allows us to deliver a variety of tailor made courses for each individual student which will be nationally recognised.

To this end, we have further developed our Steps to Success programme. The new course is titled Pathways for Opportunities, which encompasses a wide range of skills through identified person centred planning. Personal Progress and Functional Skills will be achieved, practical work skills for the world of work within key areas of Commerce & Industry, Horticulture, Hospitality and Independent Living. This new course will be running from September 2011 and will be a further progression route from Steps to Success, meeting the developing requirements of Special Educational Needs in our community.

The City and Guilds accreditation has also strengthened our relationship with Portsmouth College. As they part fund the training course, we are subject to their monitoring requirements and are included within their Ofsted inspection. We must meet their high standards enabling the sustainability for our funding each year. I am pleased to report that we achieved a high grade during the last inspection. This official recognition proves that all of our staff, those delivering the service as well as those in the management team, consistently deliver excellence, no matter how challenging the circumstances.

Through our expansion, we envisage our sustainability following the same avenues of the existing elements to the training programme. We are working closely with our self funding students and Social Service through the recently introduced direct payment methods, where elements of budgeting will link with the Independent Living training for the students.

Our trading arm, material recycling centre and café continue to provide a positive contribution which supports the Charity's valuable work in a number of different ways including work experience, interaction with the general public and assisting in raising the profile.

The Government have plans to develop what it calls the Big Society. I foresee that in an effort to get public spending under control the voluntary sector as a whole will be asked to deliver services that the statutory organisations have no funds to deliver. We are without doubt a cost effective organisation and I hope that, if we are flexible in our approach and look on this changing economic climate as an opportunity, we will be able to contribute to the Big Society, continue to help those in our community who are in most need, and remain in a strong position during 2011-2012.

Jennie Brent
20 September 2011

Beneficial Foundation Trustees' Annual Report for the year ended 31 March 2011

Chairman's Report

In the current economic climate we have still managed to extend the range of facilities available and at the same time continue to provide first class facilities and services for our trainees. We are extremely grateful to the Chief Executive, staff and volunteers for their continued commitment and hard work to this extensive facility and service to the people of Portsmouth.

Risk Management

The trustees regularly review the major strategic, business and operational conditions that the charity faces.

The challenging economic climate is still seen as the biggest risk factor, therefore budgeting against rising costs are monitored closely on an ongoing basis. Salaries are our biggest cost and, wherever possible, we ensure overheads are as low as possible.

Objectives

The Charity's main objective is:

"To advance the education, training and rehabilitation of persons who, through their social or economic circumstances, are in need and unable to gain employment or further their education."

To meet the objects the members of the Charity have:

- Established training, education and rehabilitation centres in Portsmouth.
- Provide accredited courses through City & Guilds
- Provide in house work experience and training facilities for trainees

The Charity's main objectives for the year were:

- To further develop the new City & Guilds course.
- Research and identify educational needs within our community.
- Identify further funding streams available.
- Continue to build links with corporate organisations.
- Develop our existing provisions with Social Services and Portsmouth College.

Achievements and Performance

- Our existing trading outlets have performed well.
- Cafe Beneficial now fully established.
- We have exceeded Portsmouth College's funded number of Trainees who achieved. The excess number of Trainees were funded by Social Services.

Beneficial Foundation Trustees' Annual Report for the year ended 31 March 2011

- Our Ofsted high award highlighted the good practice within our training facility.
- Our Chief Executive's excellent work was recognised through her achievement of the 2010 Highly Commended Achiever of the Year business excellence award.
- Successfully launched our Beneficial Road to Health, raising awareness of healthier lifestyles to our community.
- Successfully established links with high profile organisations and individuals continuing to raise awareness.
- Further developed our successful horticultural provision.

Public Benefit

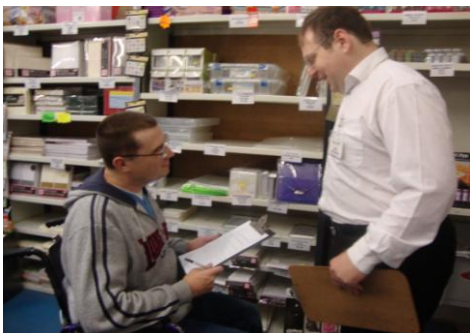
The Beneficial Foundation provides a unique person centred approach to educational services. The centre operates an open referral process where individuals, families, external bodies including care agencies, educational establishments and Social Services can access this training programme.

Throughout the training experience, the centre carries out regular reviews, evaluations and assessments for the individual, which identifies and establishes their progression route is successful.

The charity provides a clear public benefit to the clients it serves.

Future Plans

- To become more self-sustainable through more fund raising activities, further developing the trading arm and services offered.
- Expand and develop our Cafe Beneficial.
- To seek further support from corporate Portsmouth businesses.
- Continue to further develop our training programme and opportunities.



Beneficial Foundation Trustees' Annual Report for the year ended 31 March 2011

Financial Review

Use of Funds

Restricted funds received are utilised directly in accordance with the terms set out the by donor or funding organisation over the time allotted of such funds. Unrestricted funds are utilised to support the objectives of the Charity.

Reserves Policy

The Trustees have assessed the major strategic, business and operational risks which the Foundation faces and confirm that systems have been established to enable regular reports to be produced so that any necessary steps can be taken to lessen these risks.

The financial year saw the charity's income total £496,012 (an increase of 5.7% over 2010) with expenditure of £445,079 (a decrease of 1% over 2010) resulting in a surplus of £50,933; of this amount, the sum of £14,700 is held in restricted reserves to be used in later years for specific activities as set out by the terms of the funding. Fixed assets totalled £292,900 (2010: £348,517) at the balance sheet date, with £448,091 (2010: £362,675) held in current assets, of which bank balances amounted to £363,782 (2010: £280,906).

As at 31 March 2011, we are pleased to report our level of reserves available for the Charity's use in unrestricted funds amounted to £410,365. Given the current uncertain economic situation, we have determined that the Charity needs to hold reserves sufficient enough to meet the Charity's expenditure for approximately one year in order to ensure the ongoing delivery of the services. This has been budgeted for the year 2011-2012 to be approximately £450,000. Although we remain short of our target, we are continuing to make progress towards building our income and reserves to the required level.

Principal Funding Sources

The Charity's principal funding sources are for Trainee related activities. These are from agencies such as Social Services, Care Agencies and Portsmouth College. In addition a membership fee is charged in return for access to the Materials Bank and Craft Centre; the gardening service and horticulture service seek to generate surpluses from the growing of plants and services rendered; and the Trading Company covenants its profits from the sale of art and craft materials.

On-going income and costs

The aim of the Charity is to generate sufficient income to meet its running costs but the charity seeks external support from grant giving bodies and other forms of fundraising to finance new developments and/or major capital projects.

The Trustees monitor the financial activities through regular meetings with management and quarterly management figures. Ongoing effort has been taken to reduce spending where necessary without the reduction in normal services.

Leasehold Property

The trustees have fulfilled their obligations on the valuation of the property and sought a valuation by Hughes Ellard Limited Chartered Surveyors.

Investment Policy

In accordance with the powers contained in the Memorandum and Articles of Association the Trustees have determined that any available surplus of funds should be held in an interest bearing accounts and bonds to provide interest income.

Beneficial Foundation Trustees' Annual Report for the year ended 31 March 2011

Statement of Trustees' Responsibilities

Company law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Charity and the group and the incoming resources and application of resources, including the net income or expenditure, of the group for the year. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards and statements of recommended practice 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 Charity will continue in operation.

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

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

So far as the trustees are aware, there is no relevant audit information (as defined by Section 415 of the Companies Act 2006) of which the charity's auditors are unaware. Each trustee has taken all the steps that he or she ought to have taken as a trustee in order to make himself or herself aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Appointment of Auditors

A resolution regarding the appointment of auditors will be put forward at the annual general meeting of the Charity.

Mr G.Siddall
Vice-Chairman of the Board of Trustees
20 September 2011

**Beneficial Foundation
Independent Auditors' Report
for the year ended 31 March 2011**

Report of the Independent Auditors to the trustees of Beneficial Foundation

We have audited the accounts of the Beneficial Foundation for the year ended 31st March 2011 which comprises the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out on pages 16 to 20.

These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, effective April 2008, and in accordance with the requirements of the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales, revised June 2008, under the historical cost convention and in accordance with the accounting policies set out in the notes to the financial statements. Our audit work has been undertaken so that we might state to the group and charitable company's members those matters we are required to state to them 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 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 Statement of Trustees' Responsibilities, the Trustees' (who are also the directors of the group and charitable company for the purposes of company law) are responsible for preparing the accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit the accounts 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 (APB's) Ethical Standards for Auditors

In accordance with the exemption provided by APB Ethical Standard – Provisions Available for Smaller Entities, we have prepared and submitted the group and charitable company's returns to the tax authorities and assisted with the preparation of the accounts.

Scope of the audit opinion

An audit involves obtaining evidence about the amounts and disclosures in the accounts sufficient to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group and charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the accounts.

Opinion on the accounts

In our opinion the accounts

- give a true and fair view of the state of the group and charitable company's affairs as at 31st March 2011 and of its surplus for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on the matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Report for the financial year 31st March 2011 for which the accounts are prepared is consistent with the accounts.

P D Waite (Senior Statutory Auditor)
For and on behalf of Aspen Waite Limited

Beneficial Foundation
Consolidated Statement of Financial Activities
for the year ended 31 March 2011

	Unrestricted Funds	Restricted Funds	Total Funds	Last Year Total Funds
Notes	2011 £	2011 £	2011 £	2010 £
Incoming resources				
<i>Incoming resources from generated funds</i>				
Voluntary Income	13,743	16,450	30,193	26,951
Activities for generating funds	7,290	-	7,290	1,276
Investment Income	1,986	-	1,986	3,182
<i>Incoming resources from charitable activities</i>	456,543	-	456,543	434,935
<i>Other Incoming Resources</i>	-	-	-	2,195
Total incoming resources	479,562	16,450	496,012	468,539
Resources expended				
<i>Direct costs of charitable activities</i>				
	62,987	-	62,987	59,075
<i>Overhead costs of charitable activities</i>				
	360,722	9,430	370,152	381,762
<i>Governance costs</i>				
	11,940	-	11,940	7,805
Total resources expended	435,649	9,430	445,079	448,642
before transfers between funds	43,913	7,020	50,933	19,897
Gross transfers between funds	-	-	-	-
Other recognised gains and losses	43,913	7,020	50,933	19,897
Other recognised gains and losses				
<i>Deficit on revaluation of fixed assets for charity's own use</i>	-	(33,791)	(33,791)	-
<i>Gains on investment assets</i>	-	-	-	-
<i>Actuarial gains on defined benefit pension schemes</i>	-	-	-	-
Net movement in funds	43,913	(26,771)	17,142	19,897
Reconciliation of funds				
<i>Total funds brought forward</i>	366,452	276,252	642,704	622,807
Total Funds carried forward	410,365	249,481	659,846	642,704

The net movement in funds referred to above is the net incoming resources as defined in the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commission for England & Wales and is reconciled to the total funds as shown in the Balance Sheet on page 12 as required by the said statement.

All activities derive from continuing operations

Beneficial Foundation
Company Number 05372522
Consolidated & Charity Balance Sheet
as at 31 March 2011

	Notes	Group		Charity	
		2011 £	2010 £	2011 £	2010 £
Fixed assets					
Tangible assets	9	292,900	348,517	292,244	348,280
Investments	10	-	-	1	1
Total fixed assets		<u>292,900</u>	<u>348,517</u>	<u>292,245</u>	<u>348,281</u>
Current assets					
Stocks & Work in progress		26,050	27,433	93	93
Debtors	11	58,259	54,336	78,277	136,947
Cash at bank and in hand		363,782	280,906	350,406	207,926
Total current assets		<u>448,091</u>	<u>362,675</u>	<u>428,776</u>	<u>344,966</u>
Creditors:-					
amounts due within one year	12	(81,145)	(68,488)	(76,022)	(60,089)
		<u>366,946</u>	<u>294,187</u>	<u>352,754</u>	<u>284,877</u>
Total assets less current liabilities		<u>659,846</u>	<u>642,704</u>	<u>644,999</u>	<u>633,158</u>
Creditors:-					
Net assets		<u>659,846</u>	<u>642,704</u>	<u>644,999</u>	<u>633,158</u>
Unrestricted income funds					
Unrestricted revenue accumulated funds		410,365	366,452	395,518	356,906
Total unrestricted funds		<u>410,365</u>	<u>366,452</u>	<u>395,518</u>	<u>356,906</u>
Restricted income funds					
Restricted revenue accumulated funds		14,700	-	14,700	-
Restricted capital funds					
Restricted revaluation reserve		234,781	276,252	234,781	276,252
Total restricted funds		<u>249,481</u>	<u>276,252</u>	<u>249,481</u>	<u>276,252</u>
Total charity funds	13	<u>659,846</u>	<u>642,704</u>	<u>644,999</u>	<u>633,158</u>

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

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

Mr G.Siddall
Trustee
Approved by the trustees on 20 September 2011

Beneficial Foundation

serving the community



Creating Opportunities for Independence

Beneficial Foundation

16 Anson Road, Fratton Industrial Estate, Portsmouth, Hampshire, PO4 8TB

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Registered Charity Number 1109518