

Charity Registration No. 1079773

Company Registration No. 3897291 (England and Wales)

AGE UK MILTON KEYNES
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

AGE UK MILTON KEYNES

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Dr A Watson Mrs M Bates Mrs J Deeley Mr J D Goodman Miss S J Graham Mr P J Lazard Mr S R Jones Mrs D S Payne Ms J M McMeekin	(Appointed 1 June 2017) (Appointed 1 June 2017)
Secretary	Mrs J E Palmer	
Charity number	1079773	
Company number	3897291	
Registered office	The Peartree Centre 1 Chadds Lane Peartree bridge Milton Keynes Bucks MK6 3EB	
Auditor	Keens Shay Keens MK LLP Sovereign Court 230 Upper Fifth Street Central Milton Keynes MK9 2HR	
Bankers	NatWest Bank Plc Lloyds Bank Plc	
Solicitors	Shakespeares Chancery House 199 Silbury Boulevard Milton Keynes MK9 1JL	
Investment advisors	Mattioli Woods Investment House 22-26 Celtic Court Buckingham Industrial Estate Buckingham MK18 1RQ	

AGE UK MILTON KEYNES

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AGE UK MILTON KEYNES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2018

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2018.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The charity is a non-political, non-sectarian voluntary organisation working with statutory and other voluntary, community and social enterprise organisations within the Borough of Milton Keynes to promote the welfare of older people in any manner that now, or in the future may be deemed by law to be charitable.

To this end, the charity provides services (some free to the client, some charged for), which give advice and information, social activities to help reduce isolation and loneliness, practical help to enable older people to stay in their own homes. It works with other partners to research the social isolation agenda (e.g. digital inclusion) as well as providing services for older people, their families and work with health and social care providers to improve the wellbeing of our clients.

The Trustees are aware of the Charity Commission's guidance on public benefit and consider that the objectives set out above which relate directly to the welfare of older people benefit not only those individuals but society as a whole.

Public Benefit

Our charity's purposes as set out in the objects contained in the company's memorandum of association are to promote the relief of older people in any manner which now or hereafter may be deemed by law to be charitable in and around Milton Keynes (hereinafter called "the area of benefit").

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

AGE UK MILTON KEYNES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

Achievements and performance

The year 2017-2018 has once again been a challenging time for those of us in the Voluntary, Community and Social Enterprise sector (VCSE). As local authority spend becomes less and its criteria for services becomes more stringent, many older people are now relying on the voluntary sector for their needs.

Age UK MK is applying its Strategy to the needs emphasised in the local Health & Wellbeing Board Strategy and prioritising those who are lonely, isolated or just in need of more information or practical help to enable them to remain independent.

To facilitate this, we are working towards a more streamlined approach to assessment and delivery of services by utilising IT solutions without change of frequency or quality to the client. This has already proved successful and flexible for staff and client alike.

Transport is still the biggest issue we have for our clients and the new MK Mobility Strategy does not appear to be registering the difficulty that the more vulnerable in the community have in accessing the Borough of Milton Keynes.

We have been successful in gaining contracts from the Health sector and a new service which started in February to help GP practices with those who need wellbeing rather than medical help has gained further funding which starts in October 2018.

However, we are still mindful of the fact that our Reserves need to be replenished if we are to move forward successfully and so with that in mind we will be continually vigilant as to how our new measures live up to that need.

Our staff and volunteers have been astonishing this year and their commitment is extraordinary towards those older persons in the community; they bring joy to their lives.

Financial review

The deficit for the year ending 31 March 2018 is £194,215, compared with a deficit of £176,997 in 2016-17. The withdrawal of funding by MK Council is still having an effect on the charity and further changes are in planning for 2018-19 to reduce the deficit.

While the contribution from the shops is down this year, overall, they provide 77% of the cost of our charitable expenditure, up on last year.

The Hospital Aftercare Service has continued to prove a success and Age UK MK has secured funding for a Social Prescribing project.

Total income for the year was £2,098,803 compared with £2,217,242; this is slightly up on last year once the transitional grant of £121,000 received last year is taken out of the equation. Income from the shops and fundraising represents 53.3% of total income, compared with 51.6% last year. Expenditure on charitable activities accounts for 63% of all expenditure.

AGE UK MILTON KEYNES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

Reserves Policy

It is the policy of Age UK Milton Keynes to maintain sufficient readily accessible financial reserves to adequately cover vital services operating costs less 75% of projected income (as per the current, agreed revenue budget) for a minimum of six months. Services deemed vital are I&A, Day Services, Home Relief, Home Support, Volunteers, Snack & Chat and Administration to support these. Funded Services are not included in the Reserves Policy as the service will finish when the funding finishes.

Based on the 2018-19 budgets, the amount required to meet the policy is £209,205. The funds available at 31st March 2018 are calculated as £259,631. (Net current assets £576,953 less restricted fund of £288,408, less pension shortfall of £28,914).

Investment Policy

The Trustees ensure that surplus funds are invested in bank deposits in order that they may be readily available. Any monies not immediately required may be invested in securities or property by the Board, provided they seek written, professional advice from a person of standing who is authorised to give such advice under the FCA (1986).

Risk Management

The Executive Committee has conducted a review of the major risks to which the charity is exposed. A risk register has been established and is updated at least annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces.

Significant external risks to funding have led to the development of a strategic plan which will allow for the diversification of funding and activities. 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.

We currently hold the Charity Quality Standard (CQS), the Advice Quality Standard (AQS), the Information & Advice Quality Standard (Age UK I&AQS), the Foundation Handyperson Quality Standard and the Trustmark Accredited Handyperson. These ensure a confirmation of the consistent quality of delivery for all operational aspects of the charity. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

AGE UK MILTON KEYNES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

Plans for the future

The Charity's priorities in the year 2018/19 will be:

- To keep older people at the core of the organisation;
- To review our financial position in the light of changing funding streams and become more self-sufficient making the organisation stronger and more sustainable;
- To continue to explore new and innovative ways to continue our work and build on our research into the needs of older people in ensure we develop the services and activities to meet their changing needs and the growing numbers who are becoming socially isolated;
- To continue to be actively involved in the uses of digital technology to overcome social isolation;
- To raise the profile of Age UK MK within the community in order to reach a wider audience and to establish our services and activities as core to local statutory, voluntary and community outcomes;
- To continue to actively promote the preventative agenda and work alongside our Health and Social Care partners;
- To promote and organise co-operation in the achievement of our priorities by working with other communities, voluntary bodies and social enterprises through exchanging information and advice;
- To develop a fundraising strategy to produce income to give us the opportunity to divert some funds into the areas of the ever changing needs of older people;
- To engage and communicate effectively with all interested parties and to involve our workforce in the ongoing development;
- To continually monitor and evaluate service and activity provision;
- To endeavour to embed the Milton Keynes Social Value Charter principles into our organisational practices.

Structure, governance and management

Governing Document

Age UK Milton Keynes is a charitable company limited by guarantee, incorporated on 20th December 1999 and registered as a charity on 9th March 2000. The formal change of name from Age Concern Milton Keynes was registered on 30th April 2010. 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 each member is required to contribute an amount not exceeding £1.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Dr A Watson

Mrs M Bates

Mrs J Deeley

Mr J D Goodman

Miss S J Graham

(Appointed 1 June 2017)

AGE UK MILTON KEYNES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

Mr P J Lazard

Mr S R Jones

Mrs D S Payne

Ms J M McMeekin

Mr K Raina

(Appointed 1 June 2017)

(Resigned 29 September 2017)

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Organisational Structure

The Board of Trustees meets four times a year and is normally elected every year at the AGM. In addition to reports by the Chief Executive, two formally constituted sub-committees report to the Board: the Finance & General purposes Committee and the Business & Service Development Committee. Each sub-committee is chaired by a Trustee appointed by the Board and has specific terms of reference and levels of authority delegated by the Board. In addition, the Board meets quarterly to review in more depth specific areas of the organisation.

In addition to the Chief Executive, selected senior managers attend Board and Sub-Committee meetings.

The Chief Executive, supported by the Senior Managers of the Charity, is responsible to the Board for the development and implementation of the Charity's Strategic Plan.

Trustee Induction & Training

New Trustees receive appropriate induction by way of an induction meeting together with appropriate training.

Pay and remuneration

An annual review of payments to the charity's key management personnel is overseen by the trustees and decisions made in accordance with the needs of the charity and legal requirements. There is not an annual automatic rise in salaries. A template was especially developed for Age UK MK by the Cranfield Institute, which uses a points system for specific and varying responsibility in alignment with job descriptions.

AGE UK MILTON KEYNES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

Fundraising policy

Age UK Milton Keynes fundraises locally to increase income to the charity. As income generated from fundraising is frequently unrestricted this money can be used in any way in which Age UK Milton Keynes feels will benefit older people served by our organisation, in many cases for the key services for older people that do not attract external funding.

Age UK Milton Keynes is committed to fundraising ethically, responsibly and transparently and to protect donors, charity supporters and the public, including vulnerable people, from poor fundraising practices. Age UK Milton Keynes is registered with the Fundraising Regulator and adheres to the Code of Fundraising Practice. As a brand partner of Age UK, we agree to abide by guidelines and restrictions set by Age UK. A fundraising charter has been produced outlining ways in which we can and cannot fundraise.

Age UK Milton Keynes is committed to being fully compliant with the laws and guidance underpinning charitable fundraising as laid down in the Fundraising Regulators Code of Fundraising Practice. We regularly audit our fundraising practices to ensure that they are compliant with regulatory controls. Age UK Milton Keynes does not use professional fundraisers or commercial participators, has met with all standards cited and has received no complaints about fundraising for the charity.

Related Parties

The Charity is a member of Age England Association, a brand partner of Age UK and a full member of the Ready for Ageing Alliance.

AGE UK MILTON KEYNES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

Statement of trustees' responsibilities

The trustees, who are also the directors of Age UK Milton Keynes for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent; and
- 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 disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.


Auditor

The auditor, Keens Shay Keens MK LLP, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees' report was approved by the Board of Trustees.



Mrs J E Palmer

Trustee

Dated: 27.09.18 .

AGE UK MILTON KEYNES
INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AGE UK MILTON KEYNES

Opinion

We have audited the financial statements of Age UK Milton Keynes (the 'charity') for the year ended 31 March 2018 which comprise the statement of financial activities, the statement of financial position, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2018 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

AGE UK MILTON KEYNES

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF AGE UK MILTON KEYNES

Other information

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

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

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' Report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

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

AGE UK MILTON KEYNES

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF AGE UK MILTON KEYNES

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

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

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an 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.



SIMON GILL FCCA : (Senior Statutory Auditor)
for and on behalf of Keens Shay Keens MK LLP

27/09/18

Chartered Accountants
Statutory Auditor

Sovereign Court
230 Upper Fifth Street
Central Milton Keynes
MK9 2HR

AGE UK MILTON KEYNES

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2018

	Notes	Unrestricted funds £	Restricted funds £	Total 2018 £	Total 2017 £
Income from:					
Donations and legacies	3	57,324	3,295	60,619	61,823
Charitable activities	4	624,458	292,639	917,097	1,010,005
Other trading activities	5	1,120,108	-	1,120,108	1,143,473
Investment income	6	979	-	979	1,945
Other income	7	-	-	-	(4)
Total income		1,802,869	295,934	2,098,803	2,217,242
Expenditure on:					
Raising funds	8	840,189	-	840,189	847,514
Charitable activities	9	1,187,665	264,225	1,451,890	1,546,256
Other		939	-	939	469
Total resources expended		2,028,793	264,225	2,293,018	2,394,239
Net (outgoing)/incoming resources before transfers		(225,924)	31,709	(194,215)	(176,997)
Gross transfers between funds	14	81,798	(81,798)	-	-
Net expenditure for the year/ Net movement in funds		(144,126)	(50,089)	(194,215)	(176,997)
Fund balances at 1 April 2017		1,633,661	338,497	1,972,158	2,149,155
Fund balances at 31 March 2018		1,489,535	288,408	1,777,943	1,972,158

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.


The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The notes on pages 14 to 30 form part of these financial statements

AGE UK MILTON KEYNES
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Tangible assets	15		1,200,990		1,246,295
Current assets					
Stocks	18	24,138		21,179	
Debtors	19	103,940		121,728	
Cash at bank and in hand		595,763		757,882	
		<u>723,841</u>		<u>900,789</u>	
Creditors: amounts falling due within one year	20	<u>(146,888)</u>		<u>(174,926)</u>	
Net current assets			576,953		725,863
Total assets less current liabilities			<u>1,777,943</u>		<u>1,972,158</u>
Income funds					
Restricted funds	22		288,408		338,496
<u>Unrestricted funds</u>					
Designated funds	23	1,215,045		1,253,349	
General unrestricted funds		<u>274,490</u>		<u>380,313</u>	
			<u>1,489,535</u>		<u>1,633,662</u>
			<u>1,777,943</u>		<u>1,972,158</u>

The financial statements were approved by the Trustees on



 Miss S J Graham
 Trustee

Company Registration No. 3897291

The notes on pages 14 to 30 form part of these financial statements

AGE UK MILTON KEYNES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2018

	Notes	2018 £	£	2017 £	£
Cash flows from operating activities					
Cash absorbed by operations	28		(158,354)		(58,863)
Investing activities					
Purchase of tangible fixed assets		(4,744)		(7,025)	
Interest received		979		1,945	
Net cash used in investing activities			(3,765)		(5,080)
Net cash used in financing activities			-		-
Net decrease in cash and cash equivalents			(162,119)		(63,943)
Cash and cash equivalents at beginning of year			757,882		821,825
Cash and cash equivalents at end of year			595,763		757,882

AGE UK MILTON KEYNES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

1 Accounting policies

Charity information

Age UK Milton Keynes is a private company limited by guarantee incorporated in England and Wales. The registered office is The Peartree Centre, 1 Chadds Lane, Peartree bridge, Milton Keynes, Bucks, MK6 3EB.

The members of the company are the trustees, and 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.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

1 Accounting policies

1.4 Incoming resources

All income is included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants and donations and is included in full in the Statement of Financial Activities when receivable.

Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant. The value of services provided by volunteers has not been included in these accounts.

Items donated for resale through the charity's shops are included as incoming resources within activities for generating funds when they are sold.

Investment income is included when received.

Income from charitable trading activity is accounted for when earned.

Income from grants, where related to performance and specific deliverables, is accounted for as the charity earns the right to consideration by its performance.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

1.5 Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Where VAT relating to Exempt Activities is not recoverable, it is shown as 'unrecoverable VAT' in the Central profit and loss:

Costs of raising funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shops. Expenditure on charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them. As well as those costs associated with meeting the constitutional and statutory requirements of the charity and includes the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

Expenditure is recognised on an accrual basis as a liability is incurred. Where VAT relating to Exempt Activities is not recoverable, it is shown as 'unrecoverable VAT' in the Central profit and loss.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

1 Accounting policies

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shops.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis eg estimated usage as set out in Note 5.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	2% on property
Leasehold improvements	over the life of the lease
Computers	25% / 33% straight line
Motor vehicles	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

1 Accounting policies

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

1 Accounting policies

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the statement of financial position as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight- line basis over the term of the relevant lease.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

AGE UK MILTON KEYNES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total 2018	Total 2017
	£	£	£	£
Donations and gifts	57,324	3,295	60,619	61,823
For the year ended 31 March 2017	<u>59,271</u>	<u>2,552</u>		<u>61,823</u>

4 Charitable activities (see appendix)

	2018 £	2017 £
Sales within charitable activities	124,763	116,593
Services provided under contract	561,263	520,996
Other income	231,071	372,416
	<u>917,097</u>	<u>1,010,005</u>
Analysis by fund		
Unrestricted funds	624,458	
Restricted funds	292,639	
	<u>917,097</u>	
For the year ended 31 March 2017		
Unrestricted funds		619,533
Restricted funds		390,472
		<u>1,010,005</u>

AGE UK MILTON KEYNES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

5 Other trading activities - unrestricted

	2018	2017
	£	£
Fundraising events	23,653	27,720
Shop income	1,096,455	1,115,753
Other trading activities	1,120,108	1,143,473

6 Investment income - unrestricted

	2018	2017
	£	£
Interest receivable	979	1,945

7 Other income - unrestricted

	2018	2017
	£	£
Net gain on disposal of tangible fixed assets	-	(4)

8 Raising funds

	2018	2017
	£	£
<u>Fundraising and publicity</u>		
Other fundraising costs	2,794	11,394
Staff costs	31,231	30,376
Depreciation and impairment	-	309
Support costs	644	265
Fundraising and publicity	34,669	42,344
<u>Trading costs</u>		
Other trading activities	388,573	382,507
Staff costs	399,386	410,336
Depreciation and impairment	10,505	10,091
Support costs	7,056	2,236

AGE UK MILTON KEYNES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

8 Raising funds

Trading costs	805,520	805,170
	840,189	847,514

9 Charitable activities

	2018 £	2017 £
Staff costs	1,093,452	1,142,337
Depreciation and impairment	39,545	43,722
Staff and volunteer expenses	34,369	42,819
Other direct costs	267,005	296,140
Other professional fees	8,750	9,579
Charitable expenditure heading 4	46	-
	1,443,167	1,534,597
Other support costs (see note 10)	1,334	3,423
Other of governance costs (see note 10)	7,389	8,236
	1,451,890	1,546,256
Analysis by fund		
Unrestricted funds	1,187,665	
Restricted funds	264,225	
	1,451,890	

For the year ended 31 March 2017

Unrestricted funds	1,198,653
Restricted funds	347,603
	1,546,256

AGE UK MILTON KEYNES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

10 Support costs

	Support costs	Governance costs	2018	2017	Basis of allocation
	£	£	£	£	
Staff and volunteer expenses	2,649	-	2,649	2,501	
Meetings and conferences	1,496	-	1,496	3,423	
Finance costs	4,047	-	4,047	-	
Professional fees	842	-	842	-	
Audit fees	-	7,389	7,389	8,236	Governance
	<u>9,034</u>	<u>7,389</u>	<u>16,423</u>	<u>14,160</u>	
Analysed between					
Fundraising	644	-	644	265	
Trading	7,056	-	7,056	2,236	
Charitable activities	<u>1,334</u>	<u>7,389</u>	<u>8,723</u>	<u>11,659</u>	
	<u>9,034</u>	<u>7,389</u>	<u>16,423</u>	<u>14,160</u>	

Governance costs includes payments to the auditors of £7,389 (2017-£8,236) for audit fees.

11 Net movement in funds

	2018	2017
	£	£
Net movement in funds is stated after charging/(crediting)		
Fees payable to the company's auditor for the audit of the company's financial statements	7,389	8,236
Depreciation of owned tangible fixed assets	50,050	54,122
Loss on disposal of tangible fixed assets	-	4
	<u>57,439</u>	<u>62,362</u>

12 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

AGE UK MILTON KEYNES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

13 Employees

Number of employees

The average monthly number employees during the year was:

	2018 Number	2017 Number
Chief executive	1	1
Direct service staff	31	32
Cost of generating funds	25	26
Other	9	10
	<u>66</u>	<u>69</u>

Employment costs

	2018 £	2017 £
Wages and salaries	1,444,871	1,504,355
Social security costs	64,905	63,464
Other pension costs	14,293	15,230
	<u>1,524,069</u>	<u>1,583,049</u>

The key management personnel of the charity comprise the Chief Executive, Head of Finance, Head of Income and Marketing, Head of Operations and Services and Head of Information and Wellbeing Services. The total employee benefits of the key management personnel of the charity were £144,750 (2017: £176,547).

The charity offered a money purchase pension scheme operated by the Pensions Trust for all staff after a six month probation period to the end of the financial year ending 31 March 2014. The staging date for auto-enrolment was 1 April 2014, from this date all eligible employees were automatically enrolled into a pension scheme with Peoples Pension. The Pensions Trust pensions are now closed to new members.

There were no employees whose annual remuneration was £60,000 or more.

14 Transfers

Fund transfers are shown per fund in note 22 to the accounts (restricted funds).

AGE UK MILTON KEYNES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

15 Tangible fixed assets

	Leasehold land and improvements buildings	Leasehold improvements	Computers	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 April 2017	1,457,380	245,657	203,683	27,707	1,934,427
Additions	-	-	4,744	-	4,744
Disposals	-	-	(1,597)	-	(1,597)
At 31 March 2018	1,457,380	245,657	206,830	27,707	1,937,574
Depreciation and impairment					
At 1 April 2017	300,408	174,714	185,824	27,185	688,131
Depreciation charged in the year	27,032	13,372	9,124	522	50,050
Eliminated in respect of disposals	-	-	(1,597)	-	(1,597)
At 31 March 2018	327,440	188,086	193,351	27,707	736,584
Carrying amount					
At 31 March 2018	1,129,940	57,571	13,479	-	1,200,990
At 31 March 2017	1,156,972	70,943	17,859	521	1,246,295

16 Charges on assets

The following charges have been registered on the charity's assets

1. Rent deposit charge of £7,500 in respect of a charity shop in favour of L.R. Butlin Limited
2. Legal charge for £225,000 in favour of the National Lottery Charities Board in respect of a grant received.

17 Financial instruments

	2018 £	2017 £
Carrying amount of financial assets		
Debt instruments measured at amortised cost	37,965	64,430
Carrying amount of financial liabilities		
Measured at amortised cost	129,190	157,189

18 Stocks

	2018 £	2017 £
Finished goods and goods for resale	24,138	21,179

AGE UK MILTON KEYNES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

19 Debtors

	2018	2017
	£	£
Amounts falling due within one year:		
Trade debtors	30,337	33,083
Other debtors	7,628	31,347
Prepayments and accrued income	65,975	57,298
	<u>103,940</u>	<u>121,728</u>

20 Creditors: amounts falling due within one year

	2018	2017
	£	£
Other taxation and social security	17,698	17,737
Trade creditors	34,694	54,881
Other creditors	14,993	15,749
Accruals and deferred income	79,503	86,559
	<u>146,888</u>	<u>174,926</u>

21 Retirement benefit schemes

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £14,293 (2017: £15,230).

The company participates in the scheme, a multi-employer scheme which provides benefits to some 1,300 non-associated participating employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last-man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

21 Retirement benefit schemes

(Continued)

Present values of provision

	2018	2017
	£	£
Present value of provision	<u>10,384</u>	<u>11,690</u>

Reconciliation of opening and closing provisions

	2018	2017
	£	£
Provision at start of period	11,690	12,346
Unwinding of the discount factor (interest expense)	145	241
Deficit contribution paid	(1,299)	(1,261)
Remeasurements – impact of any change in assumptions	(152)	364
Remeasurements – amendments to the contribution schedule	-	-
	<u>10,384</u>	<u>11,690</u>

Income and expenditure impact

	2018	2017
	£	£
Interest expense	145	241
Remeasurements – impact of any change in assumptions	(152)	364
Remeasurements – amendments to the contribution schedule	-	-
Contributions paid in respect of future service*	(3,902)	(4,145)
Costs recognised in income and expenditure account	<u>14,293</u>	<u>15,230</u>
	<u>10,384</u>	<u>11,690</u>

*includes defined contribution schemes and future service contributions (i.e. excluding any deficit reduction payments) to defined benefit schemes which are treated as defined contribution schemes. To be completed by the company.

Assumptions

	2018	2017
	%	%
Rate of discount	<u>1.71</u>	<u>1.32</u>

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

AGE UK MILTON KEYNES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

22 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				
	Balance at 1 April 2017	Incoming resources	Resources expended	Transfers	Balance at 31 March 2018
	£	£	£	£	£
Dega Client Fund	14,255	11,180	(15,967)	(4,787)	4,681
Peartree	225,000	-	-	-	225,000
PS Hardship Fund	14,055	-	-	(14,055)	-
PS Grants to Individuals	1,115	-	-	(1,115)	-
Surviving Winter Fund	3,438	-	-	(3,438)	-
Homefirst	-	2,740	(1,865)	-	875
Memory Club	-	469	-	-	469
Social Prescribing	-	28,334	(12,981)	-	15,353
Lynoot Craft Fund	1,527	-	-	-	1,527
Home Support Hardship Fund	5,042	148	-	-	5,190
Deep Cleans Equipment	850	2,000	-	-	2,850
Hospital Aftercare Service	46,417	181,136	(169,150)	(58,403)	-
Age UK - CHV Notebooks	2,338	-	(1,615)	-	723
BBO Employment	9,664	45,682	(42,738)	-	12,608
Tech Help	3,583	6,000	(7,264)	-	2,319
Gardening Service	11,213	9,375	(10,620)	-	9,968
Age UK / EON - Energy Checks	-	2,025	(2,025)	-	-
Walking Befriending	-	6,845	-	-	6,845
	<u>338,497</u>	<u>295,934</u>	<u>(264,225)</u>	<u>(81,798)</u>	<u>288,408</u>

22 Restricted funds

DEGA: Funds to support day clubs for older people in the Woburn Sands area with a dementia or physical frailty. The club is funded by grants from Central Bedfordshire Council and the DEGA Project to run the club and provide additional activities for club members (eg Activities and entertainment).

Peartree Centre: Fund relates to a restriction by the Lottery Fund which will remain in force as a restricted fund for 80 years, with effect from February 2005.

Property Service Hardship Fund: Hardship fund for small DIY work, incorporating Safe and Sound Fund, and larger home repair and maintenance work, subject to qualifying criteria. This fund was set up with unrestricted funds designated by the Trustees for this purpose.

Property Service: Grants to Individuals: From grants received for work to be carried out for specific individuals, where that work is not completed at the year end.

Surviving Winter Fund: From MK Community Foundation to provide essential equipment / services to ensure warmth and safety over the winter period.

Homefirst: To provide support to help people stay in their homes rather than being admitted to hospital.

Memory Club: The funds are used to help people with dementia, or symptoms of cognitive impairment, who wish to be as self reliant as possible.

Social Prescribing: To assist with the development of the pilot service and deal with enquiries and referrals from Milton Keynes GP practices to enable people with social, emotional or practical needs to access a range of local, non-clinical services.

Lynoot Craft Fund: Fund set up from legacy from client and used to fund craft activity groups.

Home Support Hardship Fund: A hardship fund to provide emergency support to vulnerable older clients on a one-off crisis basis.

Deep Cleans Equipment: Grants received from INTU:MK and MK Community Foundation to purchase equipment for the new deep clean service.

Hospital Aftercare: 3 year contract in place. The residual balance from the pilot has been set aside while the new contract gets established.

Age UK – CHV Notebooks: Grant from Age UK to purchase tablets for the Community Home Visitors to use in clients' homes to record details of the visit and to assist with providing information and advice, benefits check, etc. The fund was used to purchase the HP Notebooks. The remaining will fund the dongles for internet access for 2 years.

BBO Employment: Project funded by the European Social fund and the Big Lottery via Luton Borough Council to help the long term unemployed into work.

Tech Help: Grant (paid over two years) received from Rothschild Foundation to set up a support service to train and support older people in the use of digital technology, e.g. PCs, laptops, tablets, smart phones, internet, email, etc

AGE UK MILTON KEYNES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

22 Restricted funds

Gardening Service: Grant provided by MK Community Foundation to fund the development of the gardening service.

Age UK / EON - Energy Checks: This fund is used to identify people at risk of fuel poverty and cold housing conditions and help them claim funding for energy efficiency improvements.

Walking Befriending: This fund supports older people who have experienced a significant life event which puts them at risk of isolation and/or loneliness.

23 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds			
	Balance at 1 April 2017	Incoming resources	Resources expended	Transfers
	£	£	£	£
Asset Fund	1,253,349	-	-	(52,359)
PS Hardship Fund	-	-	-	14,055
	<u>1,253,349</u>	<u>-</u>	<u>-</u>	<u>(38,304)</u>
				<u>1,215,045</u>

The asset fund relates to the written down value of fixed assets, in recognition that these assets are not readily realisable.

24 Analysis of net assets between funds

	Unrestricted £	Restricted £	Total £
Fund balances at 31 March 2018 are represented by:			
Tangible assets	1,200,990	-	1,200,990
Current assets/(liabilities)	288,545	288,408	576,953
	<u>1,489,535</u>	<u>288,408</u>	<u>1,777,943</u>

25 Financial commitments, guarantees and contingent liabilities

A liability would arise in the event of a withdrawal of the charity from the pension scheme operated by The Pension Trust. The contingent liability at 31st March 2018 amounted to £28,914 (2017: £103,624).

The Trustees have engaged Spence and Partners to advise and manage transfers of pension debt to reduce the liabilities under the Pensions Trust. Transfers have been effected to reduce the debt by more than 50%.

AGE UK MILTON KEYNES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2018

26 Operating lease commitments

At the reporting end date, the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases amounting to : £853,941 > five years (2017: £1,070,130), £342,300 2 - 5 years (2017: £131,418), and £nil < 1 year (2017: £31,145).

27 Related party transactions

There were no disclosable related party transactions during the year (2017 - none).

28 Cash generated from operations	2018 £	2017 £
Deficit for the year	(194,215)	(176,997)
Adjustments for:		
Investment income recognised in statement of financial activities	(979)	(1,945)
(Gain)/loss on disposal of tangible fixed assets	-	4
Depreciation and impairment of tangible fixed assets	50,050	54,122
Movements in working capital:		
(Increase) in stocks	(2,959)	(5,529)
Decrease/(increase) in debtors	17,787	(7,807)
(Decrease)/increase in creditors	(28,038)	79,289
Cash absorbed by operations	(158,354)	(58,863)

Age UK Milton Keynes

Company Limited by Guarantee

Appendix to the Notes to the Financial Statements

Year ended 31 March 2018

Note 4

Charitable activities

2018

	Unrestricted Funds	Restricted Funds	Total Funds 2018
	£	£	£
Grant - DEGA Project	4,786	–	4,786
Other grants	51,932	17,749	69,681
Grant - Woburn Sands Town Council	1,398	–	1,398
Grant - West Bletchley Council	5,438	3,000	8,438
Grant - Central Bedfordshire Council	–	5,000	5,000
Contract funding – Milton Keynes Council	–	28,334	28,334
Contract funding – CCG	–	183,876	183,876
Building Better Opportunities	–	45,682	45,682
Charges for services	511,584	3,997	515,581
Other income	49,320	5,001	54,321
	<u>624,458</u>	<u>292,639</u>	<u>917,097</u>

2017

	Unrestricted Funds	Restricted Funds	Total Funds 2017
	£	£	£
Grant - Milton Keynes Council	8,112	–	8,112
Grant - Rothschild Foundation	–	10,000	10,000
Grant - DEGA Project	–	2,000	2,000
Grant - Milton Keynes Community Foundation	–	14,000	14,000
Other grants	20,505	34,313	54,818
Grant - Woburn Sands Town Council	1,398	–	1,398
Grant - West Bletchley Council	9,363	–	9,363
Grant - Wolverton and Greenleys Town Council	11,902	–	11,902
Grant - Central Bedfordshire Council	–	5,000	5,000
Contract funding – Milton Keynes Council	–	181,136	181,136
Contract funding – CCG	–	118,983	118,983
Building Better Opportunities	–	14,386	14,386
Charges for services	513,980	7,016	520,996
Other income	54,273	3,638	57,911
	<u>619,533</u>	<u>390,472</u>	<u>1,010,005</u>