



**Social Farms and Gardens
Consolidated Financial Statements
for the year ended**

31 March 2020

Charity Commission number: 294494

Office of the Scottish Charity Register number: SC039440

Company number (registered in England and Wales): 02011023

**REPORT AND CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

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Chair's introduction

2019-2020 was the first full year of operation in our new structure following the merger, which has enabled us to support an increased number of community growing initiatives and to promote their role in the development of people and communities.

While key programmes such as 'Tyfu Fyny' came to an end in 2020, new opportunities have been developed to deliver support across Wales, and the Community Land Advisory Service received funding to continue. Other projects such as 'Growing Resilience' in Northern Ireland, 'Farms and Gardens for a Sustainable Future' in London and the programme in Scotland have received further funding to ensure continued support to members in their areas. The 'Growing Care Farming' project has completed its first full year promoting care farming services across England and is looking forward to three more years. During the year we created more training opportunities, through programmes such as 'Gardeniser Pro'. Other smaller projects have enabled us to deliver activities which meet the charity's objectives in innovative ways.

Over the recent months of lockdown and as we face a winter of continued restrictions due to the Coronavirus pandemic, we have seen that the work of the members we support is even more crucial. Community gardening, care farming and greenspace activities have a key role in promoting mental health and well-being at a time when people are facing unprecedented difficulties.

As well as providing challenges, lockdown forced us to find new ways of working to support members. We have developed and extended our online delivery which has enabled us to continue to provide information, advice and training to members in these changed circumstances.

2020 is the fortieth anniversary year of the organisation, and a number of events to mark the occasion were planned throughout the year. These were curtailed due to lockdown, but we plan to carry over many of them into 2021 when we shall celebrate our 40+1 anniversary.

The trustees would like to thank each member of the team - the Director, head office staff, country staff, and all other staff and associates - who have all worked so hard to deliver a successful year.

Paul Savident
Chair

The Trustee Board presents its report and consolidated financial statements for the year ended 31st March 2020.

The consolidated financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statement and comply with the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published on 16 July 2014.

The company has taken advantage of the exemption to not have to prepare a strategic report in accordance with "The Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013".

2019-2020 was the first full year of operation in our new structure following the merger between The Federation of City Farms & Community Gardens and Care Farming UK in April 2018. Building on the previous year's transition business plan, we have created a 3-5 year business plan, with objectives and targets falling within the overall charitable objectives of the organisation.

The Charity and Company's objects are specifically restricted to the following to:

- promoting the development of the community at large without discrimination by bringing together statutory authorities, voluntary organisations and the general public in a common effort to advance education and to provide facilities for recreation and other leisure time occupation, with the object of improving the quality of life of the public at large, including children, young people, socially excluded people, elderly people, disabled people and otherwise disadvantaged people.
- advancing the education of the public at large in horticulture, agriculture, conservation, protection and improvement of the physical and natural environment, the reduction, re-use and recycling of resources; the use of renewable resources, respect for the environment, sustainable development, animal welfare, community cohesion, citizenship, life skills, the promotion of equality and other related subjects, the methods and benefits of social farming and gardening and other related subjects.
- providing education and training for persons who have need of such facilities, including children, young people, socially excluded people, elderly people, disabled people and otherwise disadvantaged people, so as to prepare them for any trade, occupation or service and thereby advance them in life or enable them to earn their own livelihood.
- advancing education in the care and consideration of all animals, so that the public will learn greater awareness of and appreciation for such animals.
- providing relief by way of therapeutic and recreational activities and facilities, including through, (but not limited to) social farming and gardening, to persons who have need of such facilities, including disabled people and otherwise disadvantaged people with the aim of improving health and wellbeing.

The board set a number of objectives and areas of focus for this year:

- a) Generating new income sources for the charity and its members
- b) Improve the relevance of the charity to its members and grow the membership
- c) Improve the charity's business efficiency
- d) Improving the advocacy profile of the organisation.

Review of activities 2019-20

The activities review for our annual report is divided in to two main sections, the first being a review of organisation wide activities such as membership and partnership working, the second a review of programmes or projects.

Throughout the year we have worked towards the operational targets of the organisation as laid out in our business plan, which we continue to review with the board and staff on a regular basis.

2020 sees the organisation celebrating its 40th Anniversary year, with planned monthly activities. These were curtailed as a result of the Coronavirus pandemic, though we plan to carry over many of them into 2021 when we shall celebrate our 40+1 anniversary.

The impact of the pandemic has been felt across the organisation, with the decision being made to temporarily close the head office in mid-March, with all staff across the country working from home in line with government guidance. As well as providing challenges, lockdown forced us to find new ways of working. We have developed and extended our online delivery which has enabled us to continue to provide support and training to members in these changed circumstances.

Membership

Following the merger between FCFCG and CFUK in April 2018, Social Farms & Gardens now represents and promotes a wide range of independent care farms, city farms, community composting groups, community gardens, community growing spaces, community-managed allotments and school farms. Membership is diverse, demonstrating both the commonality of needs and the charity's ability to represent a range of organisations.

Membership continues to grow, and we currently have around 1,650 members; as of March 2020 this comprised 994 in England, 172 in Wales, 145 in London, 82 in Northern Ireland and 266 in Scotland.

We continue to offer a suite of membership benefits and continue to grow these. Membership will remain free. McClarrons offers SF&G members bespoke insurance for their sites and have continued to develop new products and coverage in partnership with the organisation. SF&G receives a commission on each insurance policy sold to members.

Support to members is delivered by well-established mechanisms including:

- By direct support and advice from staff and sessional workers (face-to face, email and phone)
- Through network meetings, training courses and other local, regional and UK events
- Through information services and resources such as bespoke information documents and toolkits, and provision of information through websites, members' newsletters, and increasingly through social media channels
- Through awareness raising and advocacy within Government (UK and devolved parliaments and assemblies), Government agencies and numerous other organisations
- By promoting good practice to community groups, and showcasing existing good practice to policy makers and funders

- By developing relationships with business partners to provide discounts for members
- By supporting and promoting initiatives developed by other community and environmental sector organisations
- By promoting members' activities, funding appeals and successes through online platforms and the media.

This on-going delivery in England, Wales, Scotland and Northern Ireland, together with information and web services aimed at supporting, representing and promoting the work of our members and of the movement, continually evolves to consider new opportunities and new directions in each of the four countries.

Partnership working

Working with other organisations allows the charity to extend its influence, develop new initiatives and respond to, and shape, new opportunities and programmes.

We continue to actively participate in various partnerships such as the School Farms Network, Access To Farms, Countryside Classroom and more recently the Green Care Coalition.

One area of growth this year has been our continuing development of partnerships with academic institutions, opening up potential research partnerships, with practitioner input and activity through our membership. This year we have successfully developed partnerships with the Universities of Kent, Salford, Cardiff, Lancaster, Greenwich, Surrey and Birmingham, with more new partnerships in the pipeline.

The charity is also involved in partnership working at regional and city-wide levels.

Influencing policy

We continue to advocate on behalf of the wider movement, including with support from interested Ministers, Assembly Members, MSPs and MPs across the UK, as well as on-going contact with civil servants and other key policy drivers.

The charity continues to contribute to various government and other statutory and voluntary sector consultations, using our experience and community reach to help influence policy change, both as standalone responses and in partnership with other NGOs.

The Community Land Advisory Service (CLAS) aims to increase access to land for community use by providing services for both community groups and landowners, including local authorities.

Programmes and Projects

During the year we continued to deliver a range of projects and programmes across all four countries of the UK. These all contribute to our mission to support community growing initiatives and to promote their role in the development of people and communities.

- The Gardeniser Pro project, funded by the European Social Fund, finished in May 2020, and has created an accredited programme to train 'gardenisers'; there is an online platform which provides information and resources. An Erasmus Plus bid to take this work further has recently been approved.
- A second ESF-funded project, UGAIN (Urban GARDens for the social INtegration of migrants), was completed in June 2020, with a legacy of an online platform and associated information, case studies and tools. Further work promoting the role of farms and gardens

In supporting refugees and migrants continues to be promoted by SF&G, and our partners Cities of Sanctuary.

- Sponsored by the company Magic Light, the charity has supported 13 educational trails, based on the Stick Man book, on member sites across the country. Although many of these were closed during lockdown, we were able to develop some special online activity videos and share those on the website.
- The School Farms Network now has 238 members, and continues to grow, despite some school farms closing due to a number of factors. SF&G is committed to continuing to support this network and enable its continued growth.

ENGLAND

SF&G produces a monthly newsletter for England members and others, highlighting useful information about events, funding and resources available to support them. Face to face training sessions, sponsored by Dobies, were delivered on a range of subjects. In addition, the charity delivers key programmes across England:

In partnership with Thrive, SF&G are delivering the £1.4m Growing Care Farming project, part of the Government's Children and Nature Programme (supported by Defra, funded by the Department of Education and managed by Natural England). The project aims to expand and transform care farming services across England.

- It was an exciting first full year for the Growing Care Farming (GCF) Project; a year that consisted of the planning and development phases and a six-month pilot phase of project delivery.
- Training resources have been produced to assist and inform care farmers, prospective care farmers, commissioners (from health, social care and education), agriculturalists and other land-based organisations and interested parties. A suite of face to face courses has also been developed.
- Progress has also been made on the Quality Assurance aspect of the project, with a growing number of care farms either currently working towards, or having achieved, the care farming Code of Practice. Code specific training is also in development to assist applicants.
- The annual 'State of the Sector' survey was carried out and was completed by 118 respondents from care farms and prospective care farms across the UK.

In London SF&G delivered the third year of the Gardens and Farms for a Sustainable Future project funded by the City Bridge Trust.

- Staff delivered training days and one to one advice on a variety of topics identified by members, as well as producing online resource materials to be available more widely.
- The project also supported member groups to participate in the popular annual London Harvest Festival event.

The focus of the work in London on peer-to-peer learning and support has led to some clear learning points and continuation funding will enable us to focus on work around resilience.

The SUGI (Sustainable Urbanisation Global Initiative) project is in its second year with London members taking part in the research to model resource flows (food, energy, water) in urban agriculture in different locations and systems.

SCOTLAND

Funding continued from the Scottish Government's Department of Food and Drink for work across Scotland. The team had another busy and effective year in 2019-20. Membership continues to rise and the demand for expertise, guidance and support in community growing and other greenspace activities has never been greater.

- The Enquiry Service responded to just over 300 unique requests for support and information, with over 90% of enquiries coming from members, and the other from public, private, third sector organisations and partners.
- Monthly newsletters are sent out to members covering a range of topics, such as promotion of Member discounts, advice on supporting volunteers and staff, income generation, accessing lease templates and more.
- SF&G has played a key role in the distribution of the Pockets and Prospect and Community Learning Exchange Funds. It continues to coordinate the Grow Your Own Working Group and carried out a review of the scope of its work; member engagement and position.
- We worked on the design of an audit tool for members, funded by the Corra Foundation. Funding was also received for work in Midlothian through a partnership bid with from the National Lottery, to deliver a range of support from growing to developing a Green Hub model.

The supportive policy environment in Scotland continued to play a key role in our work, and the continued expansion of community greening, food growing and other greenspace activities in communities reflects this. SF&G consulted and responded on relevant policy areas including; Sports and Health Committee on Social Prescribing, Permitted Development Rights.

Going forward, the pandemic presents SF&G members, communities and the fabric of our society and economy with untold challenges that we are ready to tackle, in partnership with the Scottish Government, partners and networks.

WALES

In Wales, the three-year Tyfu Fyny (Growing Up) project, funded by the Welsh Government (Rural Development Plan) ended in March 2020. The aim was to support and increase the number and viability of community growing projects in Wales: to develop a vibrant community food sector, engaging more people, and resulting in stronger, healthier and more resilient communities across Wales.

- The project focused on five key themes of Community Supported Agriculture, Care Farming, supporting and developing enterprise activity, community cohesion, climate change and sustainability education.
- It exceeded key outcome targets, and provided advice and guidance to nearly 10,000 stakeholders through mentoring, training and networking events, peer learning through site visits and the production of online resources.
- Over the year the Wales team continued to produce monthly newsletters for members. 'Have a Grow Day' events were successfully run for a second year in Wales. Plans to roll

Social Farms and Gardens

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2020 (continued)

these out the across the UK as part of our anniversary celebrations were curtailed by the Coronavirus pandemic, but will be taken forward in 2021.

The Community Land Advisory Service (CLAS) completed its second year of Welsh Government funding (funded through Landscape and Outdoor Recreation), supporting a total of 82 projects to gain access to land. The second CLAS Awards ceremony (postponed but celebrated virtually) awarded a further 25 projects with Management Awards.

NORTHERN IRELAND

Growing Resilience was an initial two-year project, funded by the National Lottery, which finished at the end of July 2019 having completed skill-sharing and capacity building workshops across Northern Ireland as well as site visits between groups.

Further funding was awarded from the National Lottery Community Fund for a five-year Growing Resilience: Digging Deeper programme, to extend the activities to a further six council areas, including Derry/Londonderry and Belfast.

- During the year, SF&G opened a second office in Derry/Londonderry to facilitate work in that area and staff began delivering the programme in the Derry City and Strabane District Council Area. Other staff based in the Belfast office are focused on work in Newry Mourne and Down.
- At the beginning of the Lockdown period due to the Coronavirus pandemic the Northern Ireland team started delivering a Lockdown Gardening Programme for community growing groups throughout NI. We were grateful to our funder to be permitted to repurpose our activities during this period. The Lockdown Gardening Programme enabled Community Growing groups to safely remain active and support their communities to grow at this time of crisis.

2019-20 also saw the final year of a European Peace IV project funded through Mid & East Antrim Borough Council, to deliver three community orchards and take part in cross-community activities connected with the orchards.

Public Benefit

In preparing this report the trustees confirm that they have had regard to the Charity Commission's guidance on public benefit, as set out on its website.

Having regularly monitored activities and reviewed our strategic direction, the Trustees are of the view that our activities are in line with our aims, objectives and charitable purposes, and that these deliver a public benefit both directly to those who use our services, and indirectly through the improved public services we help our members and other organisations to deliver.

In particular, the activities set out above are in accordance with the charitable object:

- Promoting the development of the community at large without discrimination by bringing together statutory authorities, voluntary organisations and the general public in a common effort to advance education and to provide facilities for recreation and other leisure time occupation, with the object of improving the quality of life of the public at

large, including children, young people, socially excluded people, elderly people, disabled people and otherwise disadvantaged people.

We are committed to ensuring that our work delivers benefits to our members, to the wider community growing movement and thereby to the users of our members' services.

Difference made to beneficiaries and society

The charity supports direct beneficiaries (primarily member care farms, community farms and gardens and those wishing to start new groups) and indirect beneficiaries (the local people and wider clients who volunteer, attend or in other ways benefit from the facilities and services that members provide).

Our members receive membership benefits, including the raising of awareness of services delivered by the range of projects, presentation of information and evidence, training and, where appropriate, recognition of their meeting recognised standards. This results in better informed practices, improved quality of services, and better-informed commissioners of services and local communities. It also enables commissioners, government, media and others to better understand and appreciate the benefits that community farming and gardening offers.

Beneficiaries are being cared for, and experiencing activities, in environments that address the needs of the whole person: fresh air, exercise, team activities, real work, caring for animals and plants etc. These all contribute to improved health and wellbeing, and the reduction of risks to poor health (both physical and mental) and improved opportunities for future employment, training or other life experiences appropriate for the individual. They also contribute to wider community benefits of cohesion, understanding, environmental improvements, and neighbourliness.

Society at large benefits by individuals gaining confidence, skills and healthier lifestyles that ultimately not only make the person - and often their family and peers - happier and more fulfilled people, but also reduces costs to society through reductions in the costs of expensive health, education, social services, environment and justice services.

Plans for 2020-21

Underpinning plans for 2020-21 is our vision and mission:

Vision

- For people and communities to realise their potential through a thriving community growing movement.

Mission

- To support community growing initiatives and to promote their role in the development of people and communities.

Our Business Plan (2019 – 2024) highlights two key areas of focus around Advocacy and Membership.

In delivering the objectives of the charity, work will continue to build relationships with statutory, private and voluntary sector organisations where they can help in supporting the development and expansion of social farming and gardening across the UK.

Working in partnership with other organisations (members and others) we shall deliver expanded and specialist services such as training and peer-to-peer advice. While we continue to face restrictions due to the Coronavirus pandemic, we will develop new ways of working remotely so that we can provide members with the support, guidance and training that is needed.

2020 is the 40th anniversary year of the organisation, and a number of events to mark the occasion were planned throughout the year. As the Coronavirus pandemic began to impact on activities, the decision was made to carry forward the events into a '40+1' year in 2021 and we look forward to celebrating the progress made over those years.

Financial Review

Total group income for 2019-20 was £899,124 (2019: £929,640). Unrestricted income from trusts and foundations, donations and income generation came to a total of £129,409 and restricted income for specific project work was £769,615.

Total group expenditure for the year was £1,015,330 (2019: £937,813), which included unrestricted expenditure of £153,814 and restricted expenditure of £861,516.

At 31st March 2020, the group saw an overall loss of £116,206; this loss reflects expenditure of designated and restricted project funds carried forward from the previous year.

The full Statement of Financial Activities is set out in these accounts on page 20.

Reserves Policy

In accordance with guidelines from the Charity Commission, trustees and senior management have reviewed and continue to plan for a target for 'free reserves' of between three and six months' core organisational running costs, which was maintained throughout the year.

At 31 March 2020 the accounts show a small increase on the available balance on general funds to £101,390 (2019: £100,002) and a small decrease on designated reserves to £222,375 (2019: £244,435).

Restricted reserves on continuing projects were £28,793 (2019: £124,327).

The free reserves do not include fixed assets, or designated funds which have been set aside to support specific work, or restricted funds which represent advance payments by funders for project work.

To maintain this level of reserves the charity will continue to:

- Ensure that funding bids adequately cover overheads as well as direct costs;
- Ensure that income generation is maximised through efficient operations and sound management.

The policy is reviewed annually, and the reserves required are recalculated on a quarterly basis to take account of changes in operating costs.

Financial management and checks

A trustee and the executive Director or Company Secretary are delegated to carry out financial controls on income and expenditure, including for payroll, credit cards, BACs payments and cheques. Random sample checks are undertaken by other Trustees. A system is in place that ensures significant expenditure is also authorised by a Director, and all expenditure is monitored, checked and countersigned. Expenditure against budgets is monitored monthly. The Trustees are confident that appropriate checks are in place.

Additional financial controls include:

- Providing clear and accurate management reports at monthly intervals
- Ensuring that trustees are informed promptly of any major changes to our financial position
- Ensuring that financial policies and strategies are up to date, agreed by the Board and implemented
- Continuing to work to the current Statement of Recommended Practice (SORP) guidelines and other accepted good practice.

The Trustees have assessed the major risks to which the organisation is exposed, in particular those related to operations and finances, and are satisfied that systems are in place to mitigate exposure to major risks.

Internal risks are minimised by the implementation of effective systems and control procedures, which ensure appropriate authorisation of all transactions and projects, and consistent quality of delivery for all operational aspects of the charity.

Structure, Governance and Management

The formal name of the charity is now Social Farms & Gardens (otherwise referred to as SF&G). The name change from The Federation of City Farms and Community Gardens was implemented following the merger with Care Farming UK, which occurred on 1st April 2018.

The legal status of the Federation was retained following the merger; that of a charitable company limited by guarantee. It is registered with the Charity Commission in England and Wales (number 294494), the Office of the Scottish Charity Regulator in Scotland (number SC039440) and Companies House in England and Wales (number 2011023).

The company was established in 1980 and registered as a charitable company on 20 June 1986. The Memorandum and Articles which set out the objects, powers and governance of the charity were reviewed following the merger and have been updated in the light of minor changes to the governance structure.

The charity was established under a Memorandum of Association which establishes 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 £1.

Related Parties

The charity wholly owns a subsidiary trading company (Cultivating Communities Community Interest Company, number 07292005, incorporated on 14 May 1991). All profits are gifted to the charity.

The Cultivating Communities Board met regularly throughout the year and a number of changes to the CIC board have been made. As at the end of March 2020, the CIC board comprised:

- Paul Savident (Chair SF&G)
- Ian Egginton-Metters (Company Secretary)
- Chris Blythe (Director SF&G)
- Mike Sargeant (External)
- Heidi Seary (Operations Manager SF&G)
- Deborah Evans (Regional Development Manager SF&G) (appointed 3 July 2019)

We are increasingly developing programmes in partnerships with groups of members who then deliver services locally, and we continue to explore further opportunities for working with members and local authorities, housing associations, care homes and health trusts, as well as commercial companies, in the development of several contractual opportunities.

During the year two trustees and three senior staff members, as well as two external members, acted as Directors of the subsidiary.

Members of the Board of Directors (the Trustees)

The Board is now composed of up to 11 people, eight of whom are nominated for election by members of the charity. Members for this purpose refers to organisations delivering nature-based activities that improve people's lives. Those members who meet certain criteria have voting rights to elect the Board. The additional three places are filled by appointment by the elected Trustees.

New Board members have an induction meeting with the Chair, Director and other senior staff. A regular item at Board meetings covers governance and strategic direction, and gives an

opportunity for all to assess emerging trends, to shape future directions, to assess performance and to identify any developing needs. The Board annually elect officers: during the year these were Chair, Vice Chair and Company Secretary.

Under the Articles, the Board of Directors (who are also known, and act as, the charity's Trustees) are appointed at an annual election, and may serve for a term of up to three years on a voluntary basis. One third of the members of the Board must stand down each year, but may seek re-election subject to agreement of the remaining Trustees.

The Trustees met as a Board four times during the year 2019-20, with additional teleconferences, and meetings of sub-committees. The Board is committed to continually improving SF&G's governance.

All Trustees give their time voluntarily and receive no benefits from the charity for their work. Any allowable expenses reclaimed by the Trustees are set out in Note 9 to the accounts.

The Chair managed the executive Director who in turn manages senior staff, within an agreed staff structure. This provides the maximum opportunity for staff to use their expertise in delivering their job descriptions, and to manage the whole organisation for efficiency, consistency and maximum benefit to our members. Regular supervision is provided to all staff, along with annual appraisals.

Risk management

The Trustees have assessed the major risks to which the company is exposed, in particular those related to operations and finances of the company, and are satisfied that systems are in place to mitigate exposure to major risks.

The risk register is reviewed by the Board on a regular basis.

Reference and Administrative Information

Charity Name: Social Farms & Gardens

Charity Registration number: 294494

Scottish Charity number: SC039440

Company Registration number: 02011023

Registered Office: The Greenhouse
Hereford Street
Bristol, BS3 4NA

Auditors: Burnside Chartered Accountants
61 Queen Square, Bristol BS1 4JZ

Bankers: Co-operative Bank Plc, 14 Broadmead, Bristol, BS1 3HH
CAF Bank, 25 Kings Hill Avenue, West Malling, ME19 4JQ
Triodos Bank, Deanery Road, Bristol, BS1 5AS
Scottish Widows, 67 Morrison Street, Edinburgh, EH3 8YJ
Royal Bank of Scotland, 36 St Andrew Square, Edinburgh,
EH2 2YB.

Trustees:

The directors of the charitable company, Social Farms & Gardens, are its trustees for the purpose of charity law and throughout this report are collectively referred to as the trustees.

The trustees serving during the year and to the date of signing were as follows:

- Paul Savident – Chair
- Sally Partridge – Vice Chair
- Jim Bowen (appointed 1 April 2019, resigned 3 May 2019)
- Malachy Dolan
- David Drury (resigned 31 March 2019, co-opted 26 April 2019)
- Mark Fry (appointed 1 April 2020)
- Rob Gayler
- Gemma Hooper (appointed 1 April 2020)
- Maria Hornsby
- Michelle Howarth (appointed 1 April 2019)
- Caroline Hutton (appointed 1 April 2019)
- Emma Iller (resigned 31 March 2020)
- John Le Corney (re-appointed 24 April 2020)

Senior Management Team

- Chris Blythe – Director
- Heidi Seary – Operations Manager
- Angie Stratton – Finance Manager

Trustees' Responsibilities

The Trustees are required by company law to prepare financial statements which give a true and fair view of the state of affairs of Social Farms & Gardens (formerly the Federation of City Farms and Community Gardens) at the end of the financial year and of the consolidated income and expenditure of the charity for the year ended on that date. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently
- make judgements and estimates that are reasonable and prudent
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in business.

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

So far as each Trustee is aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware; and each director has taken all the steps that he ought to have taken as a trustee in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

The Trustees confirm that they have given due regard to guidance published by the Charity Commission as required by Section 4 of the Charities Act 2011.

Paul Savident



BY ORDER OF THE BOARD

[Chair of Trustees]

4 November 2019

OPINION

We have audited the financial statements of Social Farms & Gardens (formerly the Federation of City Farms and Community Gardens) for the year ended 31 March 2020 which comprise the Consolidated Statement of Financial Activities; the Consolidated and Parent Company Balance Sheets, Consolidated Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 March 2020 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

This report is made solely to the company's members, as a body, in accordance with Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the parent charitable company and the parent company's members as a body, for our audit work, for this report, or for the opinions we have formed.

BASIS FOR OPINION

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

CONCLUSIONS RELATING TO GOING CONCERN

We have nothing to report in respect of the following matters in 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 group's or the parent charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

OTHER INFORMATION

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

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

We have nothing to report in this regard.

OPINIONS ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

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

- the information given in the 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

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

- adequate accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company 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' directors' report and from the requirement to prepare a strategic report.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the trustees' responsibilities statement set out on page 13, the trustees (who are also the directors of the parent charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Social Farms and Gardens

Independent Auditor's report to the trustees of the Social Farms & Gardens for the year ended 31 March 2020

In preparing the financial statements the trustees are responsible for assessing the group's and parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or the parent 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 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 www.frc.org.uk/auditorsresponsibilities. This description forms part of our audit report.

MARK POOLEY (Senior Statutory Auditor)
For and on behalf of
Burnside Chartered Accountants
Chartered Accountants & Statutory Auditor
61 Queen Square
Bristol BS1 4JZ

Date: 17/11/2020

Social Farms and Gardens

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2020

	Note	Unrestricted Funds £	Restricted Funds £	Total funds 2020 £	Total funds 2019 £
INCOME					
<i>Income from voluntary income:</i>					
Donations	5	2,181	-	2,181	2,159
<i>Income from investments:</i>					
Sales		-	-	-	-
Deposit interest		172	-	172	112
<i>Income from charitable activities:</i>					
Grants and contracts	4	45,000	769,715	814,715	834,169
Income from CIC		15,849	-	15,849	4,973
Hire of facilities	6	14,169	-	14,169	9,359
Code subscriptions	6	2,950	-	2,950	3,750
Fees earned	6	37,142	-	37,142	61,203
Training and conferences	6	6,895	-	6,895	7,616
Miscellaneous income	6	5,051	-	5,051	6,299
TOTAL INCOME		129,409	769,715	899,124	929,640
EXPENDITURE					
Costs of raising funds		16,830	-	16,830	14,181
Charitable activities		136,984	861,516	998,500	923,632
TOTAL EXPENDITURE	7	153,814	861,516	1,015,330	937,813
Net income/(expenditure)		(24,405)	(91,801)	(116,207)	(8,173)
Transfers between funds	14	3,733	(3,733)	-	-
Fund balances brought forward 1 April 2019	15	344,437	124,327	468,764	476,938
FUND BALANCES CARRIED FORWARD 31 MARCH 2020	15, 16	323,765	28,793	352,558	468,764

All of the activities are classed as continuing. There are no other reported gains or losses during the year.

Social Farms and Gardens

BALANCE SHEETS AT 31 MARCH 2020

	Notes	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
FIXED ASSETS					
Tangible fixed assets	9	165,859	166,525	165,859	166,525
CURRENT ASSETS					
Debtors	11	273,626	241,904	268,362	241,544
Cash at bank and in hand		38,493	126,121	34,765	125,327
		312,119	368,025	303,127	366,871
CREDITORS: Amounts falling due within one year	12	(125,420)	(65,786)	(116,553)	(64,803)
NET CURRENT ASSETS		186,699	302,239	186,574	302,068
NET ASSETS		352,558	468,764	352,433	468,593
FUNDS:					
Unrestricted					
General Funds	14	101,390	100,002	101,265	99,831
Designated Funds		222,375	244,435	222,375	244,435
Restricted					
	13	28,793	124,327	28,793	124,327
		352,558	468,764	352,433	468,593

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

These financial statements were approved by the directors and authorised for issue on 4 November 2020, and are signed on their behalf by:

Paul Savident
(Chair of Trustees)



The notes on pages 23 to 37 form part of these financial statements.

[Company no: 2011023]

Social Farms and Gardens

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2020**

	Note	Total funds 2020 £	Total funds 2019 £
Cash used in operating activities		(84,067)	(93,272)
Cash flows from investing activities:			
Interest		172	112
Purchase of fixed assets		(3,733)	-
		-----	-----
(Decrease) in cash & cash equivalents		(87,628)	(93,160)
		-----	-----
Cash & cash equivalents at beginning of year		126,121	219,283
		-----	-----
Cash & cash equivalents at end of year		38,493	126,121
		-----	-----
 RECONCILIATION OF NET (EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES			
		£	£
Net (expenditure) for the reporting period (as per the statement of financial activities)		(116,207)	(8,173)
Adjustments for:			
Depreciation charges	9	4,399	3,279
(Increase)/decrease in debtors	11	(31,722)	(25,529)
(Decrease) in creditors	12	59,635	(62,737)
Interest		(172)	(112)
		-----	-----
Net cash provided (used in) operating activities		(84,067)	(93,272)
		-----	-----

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020 (continued)**

1. GENERAL INFORMATION

The company is a private company limited by guarantee, registered in England and Wales. The address of the registered office is The Greenhouse, Hereford Street, Bristol BS3 4NA.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements have been prepared under the historical cost convention. The financial statements have been prepared in accordance with Charity Commission Statement of Recommended Practice – Accounting and Reporting by Charities applicable to charities preparing their financial statements in accordance with the Financial Reporting Standards applicable in the UK and the Republic of Ireland (effective 1 January 2015).

The Statement of Financial Activities (SOFA) and Balance Sheet consolidate the financial statements of the charity and its subsidiary undertakings. The results of the subsidiary are consolidated on a line by line basis. The exemption under s408 Companies Act 2006 has been taken not to include the parent charity SOFA alone.

(b) Going Concern

The trustees have considered the 12-month period from the date of approval of the financial statements.

The work of the charity has been considered in the context of the Coronavirus pandemic. The 2020/21 forecast shows the charity should break even based on confirmed income streams. The current forecast for 2021/22 shows that the number of programmes with secured funding is at a similar, if not better position, than in previous years at a similar point in time. The cashflow forecast for the next 12 months has also been considered and the charity will be able to pay its debts as they fall due over the period.

Based on budget forecasts for the years ended 31 March 2021 and 31 March 2022 and the cashflow forecast for the next 12 months, the trustees consider the charitable company to be a going concern and the accounts have been prepared on this basis.

(c) Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020 (continued)**

(d) Incoming resources

Donations, grants and sponsorship

Income from donations, grants and sponsorship, including capital grants, is included in incoming resources when these are receivable, except as follows:

3. ACCOUNTING POLICIES (continued)

- when donors specify that donations and grants given to the charity must be used in future accounting periods, the income is deferred until those periods
- when donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred and not included in incoming resources until the pre-conditions for use have been met.

When donors specify that donations and grants, including capital grants, are for particular restricted purposes, which do not amount to pre-conditions regarding entitlement, this income is included in incoming resources of restricted funds when receivable.

Interest receivable

Interest is included when receivable by the charity.

(e) Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered.

Certain expenditure is directly attributable to specific activities and has been included in those cost categories. Certain other costs, which are attributable to more than one activity, are apportioned across cost categories on the basis of an estimate of the proportion of time spent by staff on those activities.

Resources expended are allocated to the particular activity where the cost relates directly to that activity. Support costs have been allocated on the basis of staff costs as a reasonable basis for time spent on activities.

(f) Tangible fixed assets

The cost of tangible fixed assets is written-off by equal annual instalments over their expected useful lives as follows:

Plant and equipment	15% per annum on the reducing balance basis
Office equipment	30% per annum on a reducing balance basis
Long leasehold	over 60 years
Building	over 60 years

A de-minimis limit of £1,000 is applied under which fixed assets are not capitalised.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020 (continued)**

(g) Funds accounting

Funds held by the charity are:

Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

3. ACCOUNTING POLICIES (continued)

Restricted funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Designated funds - these are part of the unrestricted funds which trustees have earmarked for a particular project or use, without restricting or committing the funds legally. The designation may be cancelled by the trustees if they later decide that the charity should not proceed or continue with the use or project for which the funds were designated.

The designated funds in the accounts at 31 March 2019 relate to the leasehold property at Hereford Street, Bristol, and to several small projects on which work needs to continue.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

(h) Fixed assets investments

Investment in subsidiary is stated at cost.

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

	Unrestricted funds £	Restricted funds £	Total Funds 2020 £	Total Funds 2019 £
4 GRANTS				
Welsh Gov - Tyfu Fyny	-	237,666	237,666	204,716
Big Lottery Fund – Northern Ireland	-	64,173	64,173	97,226
Welsh Government – Wales CLAS	-	50,873	50,873	91,663
Esmee Fairbairn Foundation	44,000	-	44,000	89,500
Big Lottery Fund - Growing Together	-	-	-	64,389
City Bridge Trust	-	50,000	50,000	60,000
Natural England – Growing Care Farming	-	270,254	270,254	40,000
Scottish Govt - Food & Drink	-	37,000	37,000	37,000
Seedbed Trust	-	-	-	30,000
European Social Fund – Gardeniser Pro	-	16,387	16,387	23,537
Nottingham City Homes - Just Grow	-	-	-	19,130
Dementia Adventure	-	4,797	4,797	12,304
Big Lottery Fund - Wales CLAS	-	-	-	11,275
Tudor Trust	-	-	-	9,700
NFU Mutual - Code of Practice	-	-	-	8,910
Innovate – Sustainable Urban ??	-	7,554	7,554	5,280
Thistledown Trust	-	-	-	2,000
Scottish Govt – SIF	-	-	-	1,936
Community Foundation Wales	1,000	-	1,000	1,000
Other grants	-	-	-	903
Development Trust Association Scotland	-	500	500	-
European Social Fund - UGAIN	-	23,296	23,296	-
	45,000	769,715	814,715	834,169
5 DONATIONS				
Donations - general	2,181	0	2,181	2,159
6 OTHER TRADING ACTIVITIES				
Code of Practice fees	2,950	0	2,950	3,750
Consultancy fees	37,142	0	37,142	61,203
Event fees	6,895	0	6,895	7,616
Hire of facilities	14,169	0	14,169	9,359
Other Income	3,306	-	3,306	3,665
	66,642	-	66,642	87,752

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

7. TOTAL RESOURCES EXPENDED

	Direct staff costs	Other direct costs	Support costs	Total 2020 £	Total 2019 £
<i>Programmes.</i>					
UK-wide	43,938	59,451	15,570	118,959	238,869
England	142,735	163,803	50,102	356,640	159,201
Scotland	34,960	5,115	14,117	54,192	87,751
Wales	173,951	104,848	60,932	339,731	310,111
Northern Ireland	68,672	25,925	21,799	116,396	109,282
Governance & restructuring	-	12,582	-	12,582	18,418
Fundraising	16,354	476	-	16,830	14,181
	480,610	372,200	162,520	1,015,330	937,813

Support costs include:

	2020 £	2019 £
Salary costs	120,855	88,748
Other staff costs	11,882	11,344
Office costs, including rent	25,384	50,965
Depreciation	4,399	3,279
	162,520	154,336

Support costs have been allocated on the basis of full-time equivalent staff as a reasonable basis for time spent on activities.

	Unrestricted funds	Restricted funds	2020 £	2019 £
<i>Programme focus:</i>				
UK-wide	56,287	62,672	118,959	238,760
England	25,182	331,458	356,640	159,201
Scotland	12,085	42,107	54,192	87,751
Wales	19,630	320,101	339,731	310,111
Northern Ireland	23,799	92,596	116,396	109,282
Governance & Restructuring	0	12,582	12,582	18,527
Fundraising	16,830	0	16,830	14,181
	153,814	861,516	1,015,330	937,813

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

8. STAFF COSTS AND TRUSTEES' REMUNERATION

	<u>2020</u>	<u>2019</u>
	£	£
Wages and salaries	536,205	480,869
Social security costs	41,861	37,439
Pension costs	23,399	21,155
	<hr/>	<hr/>
	601,465	539,463
	<hr/>	<hr/>
Contractors / freelance	49,412	38,113
Other (recruitment/training)	10,161	16,981
	<hr/>	<hr/>
	59,572	55,094
	<hr/>	<hr/>

No employee earned in excess of £60,000 per annum.

The Key Management Personnel of the charity consists of the Senior Management Team as listed in the Reference and Administration Section on page 15. The total value of employee benefits (salary and employer's pension contributions) paid to key management personnel in this year was £98,356 (2019: £90,638).

The average number of employees analysed by programme was:

	<u>2020</u>	<u>2019</u>
	No.	No.
UK-wide programmes	1.3	4.2
England	4.0	0.8
Scotland	1.1	1.4
Wales	4.9	4.9
Northern Ireland	1.8	2.0
Management & administration of the charity inc fundraising	4.2	3.1
	<hr/>	<hr/>
	17.3	16.4
	<hr/>	<hr/>

	<u>2020</u>	<u>2019</u>
	£	£
Trustees remuneration and expenses	6,398	11,245

The trustees received no remuneration in the year, except for approved reimbursed travel, subsistence and overnight accommodation costs. One trustee received a payment of £300 in regard to consultancy carried out for the Growing Care Farming project.

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

9. TANGIBLE ASSETS – GROUP AND COMPANY

	Equipment	Furniture Fittings £	Leasehold Property £	Leasehold Land £	TOTAL
COST					
At 1 April 2019	43,710	7,246	181,758	15,000	247,714
Costs in the year	3,733	-	-	-	3,733
	<u>47,443</u>	<u>7,246</u>	<u>181,758</u>	<u>15,000</u>	<u>251,447</u>
DEPRECIATION					
At 1 April 2019	43,710	7,246	21,204	5,750	77,910
Charge for the year	1,120	-	3,029	250	4,399
At 31 March 2020	<u>44,830</u>	<u>7,246</u>	<u>27,262</u>	<u>6,250</u>	<u>85,588</u>
NET BOOK VALUE					
At 31 March 2020	<u>2,613</u>	<u>-</u>	<u>154,496</u>	<u>8,750</u>	<u>165,859</u>
At 31 March 2019	-	-	157,525	9,000	166,525

All fixed assets are held for direct charitable purposes. The leasehold property and leasehold land fund reflect the net book value of these items.

10. INVESTMENTS – GROUP AND COMPANY

	Group		Charity	
	2020 £	2019 £	2020 £	2019 £
Investment in subsidiary – shares at cost	-	-	1	1
	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>

Subsidiary company

Social Farms & Gardens owns the whole of the issued share capital of Cultivating Communities, a community interest company registered in England and Wales. Its principal activities are to carry out activities which benefit the community and to act as a trading subsidiary for SF&G. The results of the subsidiary are consolidated in these financial statements. Further details are disclosed in note 18.

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

11. DEBTORS

	Group		Charity	
	2020	2019	2020	2019
	£	£	£	£
Trade debtors	23,176	34,303	13,912	31,943
Sundry debtors and prepayments	2,548	2,656	2,548	2,656
Grants receivable	247,902	196,345	247,902	196,345
Work in progress	-	8,600	-	8,600
Due from subsidiary undertaking	-	-	4,000	2,000
	<u>273,626</u>	<u>241,904</u>	<u>268,362</u>	<u>241,544</u>

Grants receivable refer to grants for the period April 2019 to March 2020 not yet paid at the end of the financial year:

Welsh Government – Tyfu Fyny	127,482	109,275
Natural England – Growing Care Farming	84,527	40,000
Scottish Government SIF – Consortia	15,391	15,391
European Social Fund (Gardeniser Pro)	12,000	12,159
European Social Fund (UGAIN)	5,627	-
City Bridge Trust	-	10,000
Innovate (SUGI)	2,874	5,820
Scottish Government	-	3,700
	<u>247,901</u>	<u>196,345</u>

12. CREDITORS

	Group		Charity	
	2020	2019	2020	2019
	£	£	£	£
Amounts falling due within one year:				
Trade creditors	80,643	41,009	77,436	41,009
VAT	4,722	5,087	2,763	4,702
Social security and other taxes	20,833	12,575	20,833	12,575
Accruals	8,300	7,115	7,500	6,515
Deferred income	10,922	-	8,022	-
	<u>125,422</u>	<u>65,786</u>	<u>116,554</u>	<u>64,801</u>

Deferred income refers to income for the period April 2020 to March 2021 received in 2019-20:

Big Lottery Fund – Digging Deeper	8,022	-
Invoiced in advance	2,900	-
	<u>10,922</u>	<u>-</u>

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

13. RESTRICTED FUNDS

	Balance 1 April 2019 £	Incoming Resources £	Outgoing Resources £	Balance Transfers £	Balance 31 March 2020 £
Restricted funds					
UK-wide					
Seedbed Trust – Gardens of Sanctuary	30,000	-	(20,770)	-	9,230
European Social Fund – Gardeniser Pro	2,943	16,386	(18,023)	-	1,306
Dementia Adventure	3,660	4,797	(6,158)	-	2,299
European Social Fund – UGAIN	-	23,296	(16,965)	-	6,331
Tudor Trust	959	-	(959)	-	-
Ernest Cook Foundation	-	1,000	(1,000)	-	-
England					
City Bridge Trust - London	10,249	50,000	(56,611)	-	3,638
Natural England - Growing Care Farming	-	270,254	(268,911)	(1,343)	-
Nottingham City Homes - Just Grow	3,008	-	(2,262)	-	746
Innovate - SUGI	-	7,554	(7,554)	-	-
Scotland					
Scottish Govt - Govt Food & Drink	-	37,000	(37,000)	-	-
Corra Foundation	-	4,000	(4,000)	-	-
Scottish Community Alliance	903	-	(903)	-	-
Scottish Care Farming	-	1,700	(797)	-	903
Development Trust Association	-	500	(500)	-	-
Wales					
Welsh Government - Tyfu Fyny	-	237,666	(235,276)	(2,390)	-
Welsh Gov - Comm Land Advisory Service	38,670	50,873	(89,543)	-	-
Northern Ireland					
Big Lottery Fund NI - Growing Resilience	33,935	-	(33,935)	-	-
Big Lottery Fund NI - Digging Deeper	-	64,173	(60,349)	-	3,824
Managed Projects					
Manchester Green Alliance	-	516	-	-	516
Total restricted funds	124,327	769,715	(861,516)	(3,733)	28,793

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

Restricted Funds

Seedbed Trust – Gardens of Sanctuary: a grant to develop a training package to enable community gardens to be better equipped to support refugees and asylum seekers.

European Social Fund – UGAIN: an ERASMUS PLUS project working with European partners developing community gardens to support the integration of refugees and asylum seekers.

Tudor Trust: a grant to consolidate the merger with Care Farming UK.

European Social Fund – Gardeniser Pro: a skills-sharing project to develop and promote garden facilitator training, to help in the development of community gardens across Europe.

Dementia Adventure: a project to develop skills for care farms providing services to people living with dementia.

Ernest Cook Foundation: a grant to support work around the 40th anniversary of the charity.

City Bridge Trust – Gardens & Farms for a Sustainable Future: a three-year initiative to develop skills and build capacity in city farms and community gardens across London.

Natural England – Growing Care Farming: a four-year programme to increase capacity within the care farming sector across England.

Nottingham City Homes - Just Grow: a programme to distribute grants to member groups to deliver activities to communities across Nottingham.

Innovate – SUGI (Sustainable Urbanisation Global Initiative): a European-funded project working with community gardens and city farms to measure the efficiency of their activities.

Scottish Government – Food, Drink & Trade Division: a project to increase skills and knowledge to help set up and sustain community growing projects across Scotland.

Corra Foundation: a grant to support the development of community growing projects in Scotland.

Development Trust Association – Pockets and Prospects: a project to distribute grants for groups working in deprived areas of Scotland.

Scottish Care Farming: funds for the development of care farming services in Scotland.

Welsh Government - Tyfu Fyny: a programme to promote community growing in Wales, supporting and advising projects, as well as helping share knowledge and skills across Wales.

Welsh Government – Community Land Advisory Service: an initiative to provide advice on community land management and to highlight the importance of quality green spaces across Wales.

Big Lottery - Growing Resilience: a two-year project to promote peer-to-peer networking and support among community growing groups in Northern Ireland.

Big Lottery – Digging Deeper: a five-year programme to continue developing networking and support among community growing groups in Northern Ireland.

Manchester Green Alliance: funds to be held for work in Manchester.

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

RESTRICTED FUNDS – PREVIOUS YEAR

	Balance 1 April 2018 £	Incoming Resources £	Outgoing Resources £	Balance Transfers £	Balance 31 March 2019 £
Restricted funds					
UK-wide					
Big Lottery Fund UK - Growing Together	41,314	64,389	(105,703)	-	-
Seedbed Trust – Gardens of Sanctuary	10,360	30,000	(10,359)	-	30,000
European Social Fund – Gardeniser Pro	1,532	23,537	(22,127)	-	2,942
Dementia Adventure	-	12,304	(8,644)	-	3,660
Tudor Trust	923	9,700	(9,664)	-	959
NFU Mutual Trust - Code of Practice	-	8,910	(8,910)	-	-
European Social Fund – UGAIN	16,900	-	(16,900)	-	-
Esmee Fairbairn Foundation	8,863	-	(8,863)	-	-
Community Composting Network	877	-	(877)	-	-
England					
City Bridge Trust - London	20,427	60,000	(70,178)	-	10,249
Natural England - Growing Care Farming	-	40,000	(40,000)	-	-
Nottingham City Homes - Just Grow	-	19,130	(16,122)	-	3,008
Innovate - SUGI	-	5,820	(5,820)	-	-
Postcode Lottery - Nottingham	19,442	-	(19,442)	-	-
One Planet Middlesbrough	-	-	(1,412)	1,412	-
Scotland					
Scottish Govt - Govt Food & Drink	-	37,000	(37,000)	-	-
Thistledown Trust	-	2,000	(2,000)	-	-
Scottish Gov SIF - Midlothian Consortia	-	1,936	(1,936)	-	-
Scottish Community Alliance	-	903	-	-	903
Development Trust Association	18,040	-	(18,040)	-	-
Scottish Govt - Health directorate	2,093	-	(2,093)	-	-
Awards for All – Garden Mentors	782	-	(782)	-	-
Wales					
Welsh Government - Tyfu Fyny	2,053	204,716	(206,769)	-	-
Welsh Government - Community Land Advisory Service	-	91,663	(52,993)	-	38,670
Big Lottery – Community Land Advisory Service	24,713	11,275	(35,988)	-	-
Northern Ireland					
Big Lottery Fund NI - Growing Resilience	23,380	97,226	(86,671)	-	33,935
Total restricted funds	191,699	720,509	(789,293)	1,412	124,327

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

14. UNRESTRICTED FUNDS - GROUP

	Balance 1st April 2019 £	Incoming Resources £	Outgoing Resources £	Balance Transfers £	Balance 31st March 2020 £
Unrestricted funds					
Designated funds					
Organisational development	69,000	44,000	(64,484)	8,000	56,516
Growing Care Farming launch event	6,300	-	(6,300)	-	-
Green Health Alliance - Manchester	2,610	-	(3,500)	890	-
Equipment Fund	-	-	-	2,613	2,613
Leasehold Property Fund	157,525	-	-	(3,029)	157,525
Leasehold Land Fund	9,000	-	-	(250)	9,000
	244,435	44,000	(74,284)	8,224	222,375
General funds	100,002	85,409	(79,530)	(4,491)	101,390
Total unrestricted funds	344,437	129,409	(153,814)	3,733	323,765

Designated Funds

Organisational development: income designated by the Trustees to support the development of the organisation.

Growing Care Farming launch event: income invoiced in advance for event in May 2019.

Green Health Alliance – Manchester: income designated for costs incurred on work in Manchester.

Equipment Fund: this balance reflects the net book value of laptops purchased in the year.

Leasehold Property Fund and Land Fund: these balances reflect the net book value of these items.

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

UNRESTRICTED FUNDS – GROUP PREVIOUS YEAR

	Balance 1st April 2018 £	Incoming Resources £	Outgoing Resources £	Balance Transfers £	Balance 31st March 2019 £
Unrestricted funds					
Designated funds					
Esmee Fairbairn Foundation	-	-	-	69,000	69,000
Natural England	-	-	-	6,300	6,300
Donegal Pass Community Forum	2,000	-	(2,000)	-	-
School Farms Network	6,300	-	(6,300)	-	2,610
Green Health Alliance – Manchester	6,000	2,438	(5,828)	-	-
Staff training	3,680	-	(3,680)	-	-
Leasehold Property Fund	160,554	-	-	(3,029)	157,525
Leasehold Land Fund	9,250	-	-	(250)	9,000
	187,784	2,438	(17,808)	72,021	244,435
General funds	97,455	206,693	(130,713)	(73,433)	100,002
Total unrestricted funds	285,239	209,131	(148,521)	(1,412)	344,437

15. ANALYSIS OF NET ASSETS - GROUP

	General Funds £	Designated Funds £	Restricted Funds £	Total £
Tangible fixed assets	-	165,859	-	165,859
Current assets	226,810	56,516	28,793	312,118
Current liabilities	(125,420)	-	-	(125,420)
Net assets at 31st March 2020	101,390	222,375	28,793	352,558

16. ANALYSIS OF NET ASSETS - CHARITY

	General Funds £	Designated Funds £	Restricted Funds £	Total £
Tangible fixed assets	-	165,859	-	165,859
Current assets	217,819	56,516	28,793	303,128
Current liabilities	(116,554)	-	-	(116,554)
Net assets at 31st March 2020	101,265	222,375	28,793	352,433

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

17. AUDITORS REMUNERATION

Auditors' remuneration is as follows:	<u>2020</u>	<u>2019</u>
	£	£
Auditors remuneration	6,019	4,000
Other services - subsidiary	1,000	800

18. SUBSIDIARY COMPANY

Social Farms & Gardens owns the whole of the issued share capital of Cultivating Communities, a community interest company registered in England and Wales (company number 07292005), which provides consultancy services. All activities have been consolidated on a line by line basis in the Statement of Financial Activities. The taxable profit is gifted to Social Farms & Gardens. A summary of the results of the subsidiary is shown on the following page.

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

Cultivating Communities CIC	2020	2019
	£	£
Turnover		
Fees and contracts	15,849	4,973
Bank interest	-	-
	15,849	4,973
Administrative expenses		
Rent, rates, office costs	392	277
Staff & consultants	7,599	565
Management fee paid to the charity	2,000	1,000
Travel	904	389
Events and projects	-	76
Accountancy	1,000	900
Bad debts	-	-
Distribution to parent undertaking	4,000	2,000
	15,895	5,207
The aggregate of the assets, liabilities and funds was:		
Assets	15,511	6,569
Liabilities	(15,387)	(6,399)
	124	170

19. RELATED PARTIES

The company is the ultimate controlling party of its subsidiary Cultivating Communities, a community interest company limited by guarantee, which forms the trading arm for the charity. Two of the charity's Trustees serve on the Board of Directors of the trading company.

During the year the Social Farms & Gardens received a management fee of £2,000 from its trading subsidiary, Cultivating Communities CIC. The charity was owed £4,000 as a grant by Cultivating Communities CIC as at 31 March 2020 (31 March 2019: £2,000). These transactions were eliminated on consolidation in the group financial statements.

Social Farms and Gardens

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020 (continued)

20. COMPARATIVE SOFA

	Note	Unrestricted Funds £	Restricted Funds £	Total funds 2019 £	Total funds 2018 £
INCOME					
Income from voluntary income:					
Donations	5	2,159	-	2,159	1,738
Income from investments:					
Sales		-	-	-	-
Deposit interest		112	-	112	448
Income from charitable activities:					
Grants and contracts	4	113,660	720,509	834,169	957,201
Income from CIC		4,973	-	4,973	29,193
Hire of facilities	6	9,359	-	9,359	9,034
Code subscriptions	6	3,750	-	3,750	-
Fees earned	6	61,203	-	61,203	18,826
Training and conferences	6	7,616	-	7,616	183
Miscellaneous income	6	6,299	-	6,299	8,827
TOTAL INCOME		209,131	720,509	929,640	1,025,450
EXPENDITURE					
Costs of raising funds		14,181	-	14,181	10,806
Charitable activities		134,339	789,293	923,632	857,492
TOTAL EXPENDITURE	7	148,520	789,293	937,813	868,298
Net income/(expenditure)		60,611	(68,784)	(8,173)	157,152
Transfers between funds	14	(1,412)	1,412		
Fund balances brought forward 1 April 2018	15	285,238	191,699	476,938	319,786
FUND BALANCES CARRIED FORWARD 31 MARCH 2019	15, 16	344,437	124,327	468,764	476,938