



Little Hearts Matter
Half a heart, not half a life

Little Hearts Matter

Abbreviated Financial Statements

For the Year Ended 31 December 2016

A company limited by guarantee, registered in England and Wales, number 06442071,
registered office 75 Harborne Road, 4th Floor, Edgbaston, Birmingham, West Midlands, B15 3BU,
registered charity number 1123290.

Abbreviated Financial Statements

For the Year Ended 31 December 2016

Treasurer's Report

Introduction

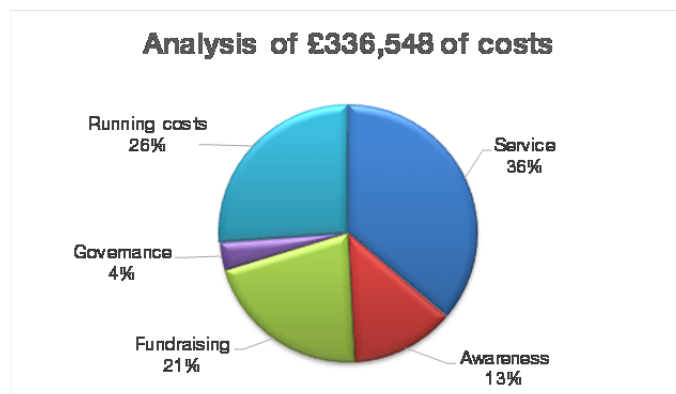
This set of abbreviated accounts for the financial year has been extracted from the full set of accounts which has been subject to an independent examination. Queries with regards to the document can be addressed to the Treasurer through the Little Hearts Matter (LHM) office or website. A copy of the full set of accounts, including the Independent Examiner's Report, can be provided upon request to the LHM office.

Financial Review

The Statement of Financial Activities (SOFA) shows a significant out flow of funds in 2016 (£26,127). This outflow is mainly from the general (or unrestricted) funds. This outcome has arisen due to lower income than anticipated with a year on year reduction of £5,031 whereas higher levels had been anticipated when setting the cost budgets throughout the year.

Even though income reduced by a small amount, the change in source is significant with membership income falling as a percentage of the total from 64.3% to 60.6%. This is despite a 12% increase in members. As LHM looks to replace this income, there is a consequential movement in fundraising costs which have increased by circa £10,000 year on year.

The costs for the year have increased by 2% when compared to the previous year. This was mainly driven by increased salary costs where the Trustees agreed in 2015 to in-source tasks to obtain a better return on cost. The chart to the right shows an analysis of costs with salaries allocated based on task area. The chart shows that nearly 50% of all costs relate to direct spend on the membership. The governance and running costs provide indirect support to the membership.



The Balance Sheet shows the financial position of the Charity as at 31 December 2016. Despite the net out flow described above, the current financial position of the Charity remains strong with nearly £150,000 of net assets which is predominantly represented in cash.

The Board of Trustees monitor the cash position closely to ensure that there are enough unrestricted funds to meet day-to-day demands. At 31 December 2016, the unrestricted cash position represents four months of funding compared to the budget set for 2017 which is within the target range set by the Trustees of three to six months.

Statement of Financial Activities
For the year ended 31 December 2016

	Year ended 31 December 2016		Year ended 31 December 2015	
	£		£	
Incoming resources				
Donations	77,257	24.2%	67,716	20.9%
Fundraising	115,785	36.3%	140,624	43.4%
Corporate/grant funders	107,685	33.8%	60,081	18.6%
Tax refunds	12,420	3.9%	22,641	7.0%
Legacy	-	0.0%	20,000	6.2%
Other	5,640	1.8%	12,756	3.9%
Total income	318,787	100.0%	323,818	100.0%
Resources expended				
Cost of Generating Funds	20,024	5.8%	11,107	3.3%
Charitable activities:				
Salaries	182,405	52.9%	173,926	51.7%
Building costs	41,966	12.2%	33,133	9.8%
Open day	21,216	6.2%	23,873	7.1%
Printing/photocopying	10,422	3.0%	16,875	5.0%
Newsletter	9,867	2.9%	11,557	3.4%
Travel	9,291	2.7%	6,843	2.0%
IT Support	6,354	1.8%	3,146	0.9%
Activity weekends	4,324	1.3%	2,964	0.9%
Depreciation	3,923	1.1%	5,328	1.6%
Postage	3,117	0.9%	3,798	1.1%
Public Relations	3,078	0.9%	4,312	1.3%
Roadshow	2,985	0.9%	-	0.0%
Insurance	2,493	0.7%	2,437	0.7%
Telephone	2,852	0.8%	3,499	1.0%
Training	1,288	0.4%	4,683	1.4%
Office move	-	0.0%	6,817	2.0%
Other	9,680	2.8%	11,402	3.4%
Governance costs	9,629	2.8%	10,848	3.2%
Total expenditure	344,914	100.0%	336,548	100.0%
Net (expenditure)/income	(26,127)		(12,730)	
Opening fund balance	174,889		187,619	
Closing fund balance	148,762		174,889	

Balance Sheet
As at 31 December 2016

	31 December 2016		31 December 2015	
	£	£	£	£
Tangible fixed assets		11,952		1,172
Current assets:				
Debtors		7,968		6,330
Cash		136,863		175,035
		<u>144,831</u>		<u>181,365</u>
Creditors:				
Amounts due within 1 year		<u>(8,021)</u>		<u>(7,648)</u>
Net current assets		136,810		173,717
Net Assets		148,762		174,889
 Analysed as:				
General funds		128,719		153,259
Restricted funds		20,043		21,630
		148,762		174,889