

# Social Investment Fund LBG

## Financial Statements for the 9-month period ended 31 December 2020

## **Financial Statements for the 9-month period ended 31 December 2020**

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## Company Information

<b>Name:</b>	Social Investment Fund LBG
<b>Directors:</b>	Jurat Stephen Jones OBE (Chair) (appointed 1 April 2020) The Very Reverend Timothy Barker (appointed 1 April 2020) Suzanne Crowder (appointed 1 April 2020 and resigned 17 March 2021) Bethan Haines (appointed 1 April 2020) Steven Wakelin (appointed 1 April 2020) Rachel Copeland BEM (appointed 14 May 2021) Andrew Ozanne OBE (appointed 14 May 2021)
<b>Company Secretary:</b>	Regency Secretaries Limited (appointed 7 May 2020)
<b>Lead Officer:</b>	Sadie Siviter de Paucar
<b>Company incorporated and registered in:</b>	Guernsey
<b>Company Registration Number:</b>	67587
<b>Charity Registration Number:</b>	CH638
<b>Registered Office:</b>	Third Floor, Cambridge House Le Truchot St Peter Port Guernsey GY1 1WD
<b>Website:</b>	<a href="http://sif.gg">sif.gg</a>
<b>Email:</b>	<a href="mailto:Sadie.siviterdepaucaar@gov.gg">Sadie.siviterdepaucaar@gov.gg</a>
<b>Auditors:</b>	Grant Thornton Limited PO Box 313 Lefebvre House Lefebvre Street St Peter Port Guernsey GY1 3TF

## Directors' Report

The Directors present their report and financial statements of the Social Investment Fund LBG (the "Company") for the nine-month period ended 31 December 2020.

In the opinion of the Directors, the financial statements:

- give a true and fair view of the state of affairs of the Company and of the results of the Company for the stated financial period;
- have been prepared properly, in accordance with generally accepted accounting principles and in accordance with any relevant enactment for the time being in force;
- are in agreement with the accounting records, which have been properly kept in accordance with Sections 238 to 242 of the Companies (Guernsey) Law, 2008;

### Incorporation

The Company was incorporated in Guernsey, Channel Islands on 1 April 2020 with registration number 67587.

### Activities

The principal activity of the Company is to provide financial support and guidance to charitable organisations, non-profit organisations, States Committees (and any other part of the States of Guernsey) and any other community and third sector organisations in the Bailiwick of Guernsey.

### Results

The results for the year are shown in the Statement of Income and Retained Funds on page 6.

### Directors

The Directors who served during the financial period and up to the date of the audited financial statements are shown on page 3.

### Statement of Directors' responsibilities in respect of the financial statements

The Directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

The Directors are required to prepare financial statements for each financial period under the Companies (Guernsey) Law, 2008 (the "Applicable Legislation"). As permitted by the

Applicable Legislation, the Directors have elected to prepare the financial statements in accordance with United Kingdom Accounting Standards including Financial Reporting Standard 102 (Section 1A) 'The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland ("FRS 102") and applicable law. The financial statements are required by law to give a true and fair view of the state of affairs of the Company and the profit or loss of the Company for that period.

## Statement of Directors' responsibilities in respect of the financial statements (continued)

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

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are also responsible for keeping proper accounting records which are sufficient to:

- show and explain its transactions;
- disclose with reasonable accuracy, at any time, the financial position of the Company at that time; and enable the Directors to ensure that the financial statements comply with the requirements of the Applicable Legislation.

The Directors are responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### Going concern

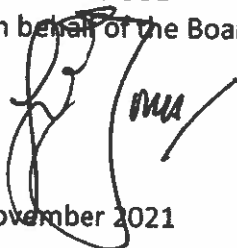
The directors have considered the Company's cash flows for the forthcoming accounting period and believe that the Company has sufficient resources to continue in operation for at least the next 12 months and, consequently, these financial statements have been prepared on the going concern basis.

### Post balance sheet events

There have been no significant events affecting the Company since the year end.

This report was approved by the Board and signed on its behalf.

Jurat Stephen Jones OBE  
Director, on behalf of the Board



Date: 12 November 2021

The Very Reverend Timothy Barker  
Director, on behalf of the Board



Date: 12 November 2021

## Independent auditor's report to the members of Social Investment Fund LBG

### Opinion

We have audited the financial statements of the Social Investment Fund LBG (the 'Company') for the period ended 31 December 2020 which comprise the Statement of Income and Retained Earnings, the Balance Sheet and 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 FRS 102 'The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland' ("FRS 102"), Section 1A Small Entities.

In our opinion, the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2020 and of its surplus for the period then ended;
- are in accordance with FRS 102 Section 1A; and
- comply with The Companies (Guernsey) Law, 2008.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) 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 Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Guernsey, including the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants, 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.

### Other information

The directors 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.

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters in relation to which The Companies (Guernsey) Law, 2008 requires us to report to you if, in our opinion:

- proper accounting records have not been kept by the Company; or
- the financial statements are not in agreement with the accounting records; or
- we have not obtained all the information and explanations, which to the best of our knowledge and belief, are necessary for the purposes of our audit.

### **Responsibilities of directors for the financial statements**

As explained more fully in the statement of directors' responsibilities set out on page 5, the directors are responsible for the preparation of the financial statements which give a true and fair view in accordance with FRS 102 Section 1A, and for such internal control as the directors 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 directors are responsible for assessing the 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 directors either intend to liquidate the 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 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.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Use of our report**

This report is made solely to the Company's members, as a body, in accordance with Section 262 of The Companies (Guernsey) Law, 2008. 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 Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.



**Grant Thornton Limited**  
Chartered Accountants  
St Peter Port, Guernsey

Date: 15 November 2021



## Statement of Income and Retained Funds For the 9-month period ended 31 December 2020

	Note	2020 £
<b>Incoming resources</b>		
Contribution from Channel Islands Lottery		2,493,086
Donations		452,007
Investments	2	1,401
		<u>2,946,494</u>
<b>Resources expended</b>		
<b>General expenses</b>		
Legal fees		1,750
Consultancy fees		700
Audit fees		3,000
Advertising & promotion		570
Miscellaneous		268
		<u>6,288</u>
<b>Charitable activities</b>		
Grants	5	468,807
		<u>475,095</u>
<b>Total resources expended</b>		<u>475,095</u>
<b>Net incoming resources</b>		<u>2,471,399</u>
<b>Reconciliation of funds:</b>		
Total funds brought forward		-
Total funds carried forward		<u>2,471,399</u>

The notes on pages 11 to 16 form an integral part of these financial statements.

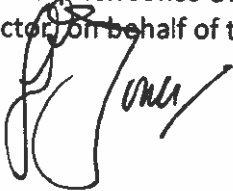
**Balance Sheet**  
**At 31 December 2020**

	Note	2020 £
<b>Current assets</b>		
Balances held with Treasury		2,491,149
Prepayments		<u>250</u>
		<u>2,491,399</u>
<b>Creditors - amounts falling due within one year</b>		
Funds committed and other creditors	6	(20,000)
<b>Net currents assets</b>		<u>2,471,399</u>
<b>Financed by:</b>		
<b>Total funds</b>		<u>2,471,399</u>

The notes on pages 11 to 16 form an integral part of these financial statements.

These financial statements were approved by the Board on 12 November 2021 and signed on its behalf by:

Jurat Stephen Jones OBE  
Director, on behalf of the Board



Date: 12/11/2021

The Very Reverend Timothy Barker  
Director, on behalf of the Board



Date: 12/11/21

## Notes to the financial statements

### Note 1: General Information

The Social Investment Fund was established as a charitable company on 1 April 2020 following an agreement by the Bailiwick of Guernsey's States of Deliberation.

The principal objectives of the Company are:

- to provide financial and non-financial support and guidance to charitable organisations, non-profit organisations, States Committees (and any other part of the States of Guernsey), and other community and third sector organisations in the Bailiwick of Guernsey, in order to assist the delivery of the outcomes of the States of Guernsey's Future Guernsey Plan (as amended or replaced from time to time by the States of Guernsey);
- and to support other community initiatives with the approval of the States of Guernsey, provided always that the Company's activities shall be conducted exclusively for the purposes of charity as such expression is defined in section 40(k) of the Income Tax (Guernsey) Law, 1975 as amended (the "Objects").

### Note 2: Principle accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered materials to the Company's financial statements.

#### Basis of preparation

The financial statements have been prepared on a going concern basis, under the historical cost convention and in accordance with the requirements of section 1A of Financial Reporting Standard 102 for small entities, the Financial Reporting Standard applicable to the UK and Republic of Ireland ("FRS 102") and the Companies (Guernsey) Law, 2008.

#### Income

Donations are recognised when the Company becomes entitled to the income and receipt is highly probable. Undesignated sponsorship and other donations are recognised in the financial statements on a receipts basis. Designated sponsorship and grants are recognised on an accruals basis to the extent that they relate to identifiable expenditure which has yet to be incurred, and where there is entitlement to the income, receipt is probable and the amount can be measured reliably. All other income is recognised on an accruals basis.

#### Expenditure

All expenditure is accounted for on an accruals basis. Liabilities are recognised as soon as there is legal or constructive obligation committing the Company to the expenditure.

## **Financial instruments**

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities, including donations and grants receivable and payable.

## **Cash and cash equivalents and Investment income**

Cash equivalents comprise balances held by States Treasury on behalf of the Company. The Company makes payments and receives income via bank accounts held centrally by the States of Guernsey. The net cash balance held with the States Treasury at the year-end is treated as cash and cash equivalents in the Company's Balance Sheet.

## **Creditors**

Creditors representing commitments to provide donations and grants are recognised when the undertaking is made in writing and the Board reasonably expects that any conditions applying to the funding provided will be met. The amounts due are recognised at the amount the Board considers to be committed. Other creditors are recorded at the amount the Board expects to pay.

## **Funds**

The Company's funds are held for the purpose of investment in the third sector within the Bailiwick of Guernsey to improve joint working between the government and the third sector.

The funds are unrestricted and available for use at the discretion of the Directors in furtherance of the general objectives of the charity.

## **Note 3: Taxation**

The Company has been granted exemption from taxation by the Director of the Revenue Service in Guernsey under The Charities and Non-Profit Organisations (Registration) (Guernsey), Law 2008. No provision for taxation is therefore included in these financial statements.

## **Note 4: Expenditure funded by States of Guernsey**

During 2020, salary and setup costs totalling £78,734 were funded by the States of Guernsey. The States of Guernsey have agreed to fund the salary costs of the Lead Officer for a two-year period ending 31 December 2021. These costs are not repayable to the States of Guernsey and thus do not constitute a loan to the Company.

**Note 5: Grants**

	<b>Organisation/ Group</b>	<b>For</b>	<b>Amount</b>
1	Bright Beginnings (Every Child Our Future)	Towards loss of income as a result of Covid-19 and to support the salaries of the Children's Centre staff	£8,624
2	Stay Connected (We All Matter Eh? / Guernsey Disability Alliance LBG)	IT equipment for older people/those with long term health conditions to stay connected during lockdown/isolation/shielding	£5,000
3	Les Cotils	Towards food costs for the 'Food for Families' project which has been supporting some of the families worst affected by the crisis with deliveries of home cooked meals.	£5,000
4	The Lihou Charitable Trust	Towards loss of income as a result of Covid-19	£7,000
5	Choices LBG	Towards loss of income as a result of Covid-19 and PPE costs	£12,000
6	Guernsey Cheshire Home	Towards loss of income as a result of Covid-19 and PPE costs	£12,355
7	Health Connections LBG	Towards loss of income as a result of Covid-19	£5,000
8	Les Bourgs Hospice	Towards loss of income as a result of Covid-19	£12,500
9	Autism Guernsey LBG	To provide IT resources to support people with autism in the community online while face to face contact is restricted, and to replace IT equipment for staff.	£7,988
10	The Guernsey Sylvans Sports Club LBG	Towards loss of income as a result of Covid-19	£5,000
11	Alderney Football Association	Towards loss of income as a result of Covid-19	£2,000
12	Vale Recreation Club LBG	Towards loss of income as a result of Covid-19	£4,000
13	The Little Chapel Foundation	Towards loss of income as a result of Covid-19	£20,000
14	St James	Towards loss of income as a result of Covid-19	£20,000
15	St Saviours Community Centre LBG	Towards loss of income as a result of Covid-19	£10,000
16	Guernsey Sports Commission LBG	Sports Recovery Fund to support several sports organisations which lost income as a result of Covid-19	£25,000
17	GSPCA	Towards loss of income as a result of Covid-19	£20,000
18	Guernsey Sports Commission LBG	Sports Recovery Fund further award	£15,000

19	Safer LBG	50% of funding for an Independent Domestic Violence Advisor to be contracted for one year as a result of increased domestic abuse victims during lockdown. Other 50% to be funded by Lloyds Bank Foundation for the Channel Islands.	£24,879
20	Guernsey Rovers Athletic Club LBG	Towards loss of income as a result of Covid-19 to support the three main sports operating from the club: football, archery and cricket	£12,000
21	Alderney Wildlife Trust	Towards loss of income as a result of Covid-19	£3,000
22	Guernsey Island Amateur Athletic Club LBG	Towards loss of income as a result of Covid-19	£3,000
23	Guernsey Indoor Bowling Association LBG	Towards loss of income as a result of Covid-19	£3,000
24	Millennium Tapestry Trust	Towards loss of income as a result of Covid-19	£3,000
25	Eldad Elim Church: After School Club	Towards loss of income as a result of Covid-19	£3,000
26	Alderney Bird Observatory Ltd	Towards loss of income as a result of Covid-19	£3,000
27	Relate Guernsey Ltd	Towards loss of income as a result of Covid-19	£10,980
28	Friends of KGV Ltd	Towards loss of income as a result of Covid-19	£13,500
29	Guernsey Cricket Board LBG	Towards loss of income as a result of Covid-19	£10,000
30	Guernsey Football Association LBG	Towards loss of income as a result of Covid-19	£25,000
31	Guernsey Football Club LBG	Towards loss of income as a result of Covid-19	£20,000
32	Guernsey Rugby FC LBG	Towards loss of income as a result of Covid-19	£35,000
33	Little Buttons Pre-school Charitable Trust	Towards loss of income as a result of Covid-19	£2,914
34	Men's Shed Guernsey	Shedcast sessions during lockdown - to reduce isolation for members	£1,700
35	Guernsey Alcohol Advisory Service LBG	Towards loss of income as a result of Covid-19	£15,000
36	Alderney Cinema Club	Towards loss of income as a result of Covid-19	£4,500
37	Liberate	Towards loss of sponsorship income as a result of Covid-19	£2,000
38	St Stephen's Community Centre	Towards loss of income as a result of Covid-19	£3,250
39	Citizens Advice Guernsey	Towards loss of income as a result of Covid-19 and additional costs incurred	£20,000
40	Guernsey Yacht Club LBG	Towards loss of income as a result of	£8,500

		Covid-19	
41	Alderney Wildlife Trust	Towards loss of income as a result of Covid-19	£5,310
42	St John's Residential Home	Towards additional costs as a result of Covid-19	£5,307
43	St John Ambulance Guernsey LBG	Towards loss of income as a result of Covid-19 and towards additional costs	£17,500
44	St Pierre du Bois Church *	Towards loss of income as a result of Covid-19	£11,000
45	The Guernsey Botanical Trust LBG *	Towards loss of income as a result of Covid-19	£5,000
46	Guernsey Sea Cadets *	Towards loss of income as a result of Covid-19	£1,000
	<b>TOTAL</b>		<b>£468,807</b>

\* Paid in 2021 and disclosed as Creditors.

#### Note 6: Funds committed and other creditors

	2020 £
<b>Creditors falling due within one year</b>	
Due to St Pierre du Bois Church	11,000
Due to Guernsey Botanical Trust	5,000
Due to Guernsey Sea Cadets	1,000
Audit fee	3,000
	<u>20,000</u>

#### Note 7: Limitation of Guarantee

The liability of each member of the Company is limited to the extent that they have undertaken to contribute to the assets of the company, if it should be wound up, an amount limited to and not exceeding £1 per member.

At 31 December 2020 the Company had one member. The Company's Memorandum of Incorporation does not stipulate a maximum number of members

### Note 8: Controlling Party

There is deemed to be no controlling party as defined by Financial Reporting Standard 102 as no party has the ability to direct the financial and operating policies of the Company with a view to gaining benefit from their direction.

### Note 9: Related Parties

There were the following related party transactions during the year:

Name of Director	Name of related party	Nature of relationship	Details of transactions	2020
				£
Stephen Jones OBE	Guernsey Cheshire Home	Acts as bookkeeper but is a member of neither their Board nor management committee so is excluded from any decisions on behalf of the charity.	Donation for PPE etc under the Covid-19 Community Charity Appeal.	12,355
Timothy Barker	St Stephen's Community Centre	Related party is a subsidiary of one of the churches of the Deanery of Guernsey, of which the Director is Dean.	Grant from Covid-19 Community Charity Appeal.	3,250
Timothy Barker	Guernsey Citizens' Advice Bureau	Spouse is a volunteer.	Grant from Covid-19 Community Charity Appeal.	20,000
Timothy Barker	St Pierre du Bois Church	Related party is one of the churches of the Deanery of Guernsey, of which the Director is Dean.	Grant from Covid-19 Community Charity Appeal.	11,000