

Social Investment Fund LBG

Annual Report and Financial Statements for the year ended 31 December 2023

Financial Statements for the year ended 31 December 2023

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Company Information

Name:	Social Investment Fund LBG
Directors:	Jurat Stephen Jones OBE (Chair) (resigned 6 April 2023) The Very Reverend Tim Barker Bethan Haines Steven Wakelin (resigned 2 May 2024) Rachel Copeland BEM Andrew Ozanne OBE Steve Sharman (appointed 2 May 2024) Stephen Roberts (appointed 2 May 2024) Brent Homan (appointed 2 May 2024)
Company Secretary:	Beauvoir Trust Limited (“BTL”)
Lead Officer:	Sadie Siviter de Paucar
Company incorporated and registered in:	Guernsey
Company Registration Number:	67587
Charity Registration Number:	CH638
Registered Office:	2nd Floor, Lefebvre Place Lefebvre Street St Peter Port Guernsey GY1 2JP
Website:	sif.gg
Email:	Sadie.siviterdepaucar@gov.gg

Company Information (continued)

Independent Accountants: Grant Thornton Limited

St James Place
St James Street
St Peter Port
Guernsey
GY1 2NZ

Directors' Report

The Directors present their report and financial statements of the Social Investment Fund LBG (the "Company") for the year ended 31 December 2023.

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 7.

Directors

The Directors who served during the financial period and up to the date of the 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.

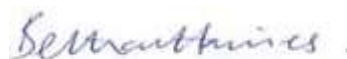
This report was approved by the Board and signed on its behalf.

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



Date: 31 October 2024

Bethan Haines
Director, on behalf of the Board



Date: 31 October 2024

Statement of Income and Retained Funds For the year ended 31 December 2023

	Note	2023 £	2022 £
Incoming resources			
Contribution from Channel Islands Lottery		867,367	773,609
Contribution from Guernsey Probate Registry		430,000	900,000
Contribution from Seized Assets Fund		30,801	3,114,181
Donations		2,060	3,394
Investment Income		120,098	69,154
		<u>1,450,326</u>	<u>4,860,338</u>
Resources expended			
General expenses			
Administration costs		84,704	93,809
IT software charges		6,719	6,523
Legal fees		2,560	2,616
Accountancy fees		3,850	3,750
Miscellaneous		2,913	550
		<u>100,746</u>	<u>107,248</u>
Charitable activities			
Grants	4	1,304,796	2,305,843
		<u>1,405,542</u>	<u>2,413,091</u>
Other Comprehensive income			
Gain on investment		146,196	8,062
		<u>190,980</u>	<u>2,455,309</u>
Net incoming resources			
Reconciliation of funds:			
Total funds brought forward		4,632,976	2,177,667
Net incoming resources for the year		<u>190,980</u>	<u>2,455,309</u>
Total funds carried forward		<u>4,823,956</u>	<u>4,632,976</u>

The notes on pages 9 to 18 form an integral part of these financial statements.

Balance Sheet


As at 31 December 2023

	Note	2023 £	2022 £
Current assets			
Balances held with States of Guernsey		3,138,284	3,849,898
Investments	5	3,151,563	3,008,062
Prepayments		5,304	5,146
		<u>6,295,151</u>	<u>6,863,106</u>
Creditors - amounts falling due within one year			
Funds committed and other creditors	6	(917,541)	(1,351,501)
Net currents assets		<u>5,377,610</u>	<u>5,511,605</u>
Creditors - amounts falling due after one year			
Funds committed and other creditors	7	(553,654)	(878,629)
Net assets		<u>4,823,956</u>	<u>4,632,976</u>
Financed by:			
Total funds		<u>4,823,956</u>	<u>4,632,976</u>

The notes on pages 9 to 18 form an integral part of these financial statements.

These financial statements were approved by the Board on 31 October 2024 and signed on its behalf by:

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



Date: 31 October 2024

Bethan Haines
Director, on behalf of the Board



Date: 31 October 2024

Notes to the financial statements

Note 1: General information

The Social Investment Fund was established as a charitable company limited by guarantee 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: Principal 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 instrument transactions that result in the recognition of financial assets and liabilities, including cash deposits, 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: Grants

	Organisation/ Group	For	Agreed amount
MAJOR GRANTS PROGRAMME			
1	Autism Guernsey	Continued Occupational Therapist funding and 2. new adult diagnostic service. Both for 3 years. Full funding as requested for 3 years for OT role: £59,796 x 3= £179,388; Diagnostic service - tapered grant for 3 years - 100% year 1 (£30,700); year 2 50% (£15,350); year 3 to 25% (£7,675) = £53,725	£233,113
2	Guernsey Alzheimer's Association	3 years support for Manager's salary	£156,000
3	Trauma Recovery Centre	Towards expansion of the TRC Therapy Centre and services in Guernsey - support for running costs for 3 years	£137,971
4	Alderney Wildlife Trust	Towards Alderney State of Nature work for 3 years (for an Ecologist & Alderney Biodiversity Centre manager; a Lead Marine Ecologist - part-time; ecological training and survey equipment; and IT infrastructure)	£136,500
5	Friends of Citizen's Advice	Towards 3 years' funding of the shop manager's salary and shop rent	£111,000
6	Guernsey Adult Literacy Project	To fund the salaries of the two part-time teachers for 3 years	£105,000
7	Vive La Vallette	Community Lead salary - follow on from current SIF grant - one year funding	£50,000
8	Gsy Alcohol Advisory Service	Dry House Manager (continued funding for 1 year)	£50,000
9	Ron Short Centre	Towards 6 months' funding of current transport service	£31,878

	Organisation/ Group	For	Agreed amount
10	Ron Short Centre	A second grant towards a further 6 months' funding of current transport service	£31,878
11	Citizen's Advice Guernsey	Towards the new CEO salary uplift for one year - coincides with SIF's current grant support for the CEO role	£30,000
12	Health Connections	Towards 6 months' funding for transport service- the salaries of 2 current transport co-ordinators	£21,243
TOTAL MAJOR GRANTS FUNDING AWARDED			£1,094,583
SMALL GRANTS PROGRAMME			
1	Amherst PTA	Towards replacement equipment and essential repairs to the playground equipment	£24,660
2	Guernsey Beach Wheelchairs	New swim chair, new hut, insurance, website hosting, new sign writing on hut, hoist and fitting	£23,910
3	Les Voies Parent Teacher Friend Association	Mixed lunches for 20 students over 180 school days (one school year)	£20,196
4	Bright Beginnings	Towards costs of building to house a private consulting room, a small office and a staff room.	£20,000
5	Citizens Advice Guernsey	Towards the creation of individual user and management committee accounts for CAG's IT platform and recurring monthly fees	£19,434
6	Guernsey Sailing Trust	Sailability Programme - For Monday Sailability club costs, sessions and fuel for 3 years	£18,000
7	Guernsey Counselling Service	Towards costs of supervision, office administration and general running costs for 2023	£15,000
8	Alderney Tennis Club	Contribution towards the costs of a padel tennis court	£15,000
9	Guernsey Friends of Maggie's	Towards cancer support specialist time (x250 visits) and property costs	£12,500
10	Cheshire Home	Contribution to utility costs for 2023	£12,500

	Organisation/ Group	For	Agreed amount
11	Guernsey Boxing Club	Roof repair and replacement	£12,295
12	Guilles-Alles Library	Towards the costs of Book Week for 1 year – author fees, books, prizes, travel and accommodation	£12,000
13	Baubigny Schools PTA	Trampoline, Schools Reading Programme and Music Lessons	£13,200
14	St Saviours Community Centre	Towards costs of roof repairs, new website, new laptop & setup costs, one year maintenance costs, repairs and redecoration to nurse site (unrestricted).	£10,000
15	Alderney Broadcasting Company LBG	Replacement software and equipment	£10,000
16	Le Rondin School Parents Staff and Friends Association	Contribution towards the Calvert Trust Package Holiday 2024	£10,000
17	Guernsey Eisteddfod	Towards running costs	£10,000
18	Health Connections	Towards office rent and transport software platform costs for 1 year	£9,750
19	Headway Guernsey	Rent for 1 year at KGV	£9,730
20	Grow	Providing an enrichment programme for the Crew during the period prior to relocation back to the Coutanchez site	£7,500
21	Guernsey Community Savings	Costs for premises for 1 year	£6,960
22	Guernsey Boxing Club	Equipment for ladies' sessions and 2 exhibition shows	£6,780
23	The Offender Deposit Assistance Scheme	Towards continuity of service over the next year - providing funding for lending rental deposits.	£5,000
24	Sark Art Gallery and Museum	Match fund grant - towards general start-up costs	£5,000
25	Guernsey Basketball Association	Beau Sejour hire for inter-insular matches, costs of travel for officials, funding towards under	£3,500

	Organisation/ Group	For	Agreed amount
		18's programme kit and equipment	
26	Guernsey Badminton Association	Redecorating £1,500, redecorating changing rooms and shower partitions £2,000	£3,500
27	Alderney Bird Observatory	General donation towards materials; licenses/IT/legal; fuel and transport; rent, rates and insurance	£2,500
28	La Societe Sercquaise	Fire proof secure storage for significant historic documents - a Phoenix fire ranger security cabinet and delivery	£2,148
29	Guernsey Volleyball	Running a coaching course to enable players to qualify as coaches	£1,450
TOTAL SMALL GRANTS FUNDING AWARDED			£322,513
TOTAL FUNDING AWARDED			£1,417,096

During 2023 grants totalling £112,300 were withdrawn or returned to the Social Investment Fund.

Note 5: Investments

	2023	2022
	£	£
Call Accounts	112,568	490,000
Certificates of Deposit	3,000,000	2,500,000
Interest Purchased	-	10,000
Short term deposits at cost	3,112,568	3,000,000
Realised gain on investment	35,915	-
Unrealised gain on investment	3,080	8,062
Short term deposits at market value	3,151,563	3,008,062

Investments represent a portfolio of call accounts and certificates of deposit managed by Ravenscroft Cash Management. In accordance with the accounting policies, cash deposits meet the criteria of a basic financial instrument by virtue of having a fixed return linked to a single observable interest rate.

On 30 November 2022, £3,000,000 was invested in short term deposits held by Ravenscroft, with interest income accruing monthly.

Fair value at 31 December 2023 was £3,151,563 (2022: £3,008,062), equating to the market value yield on the cash-based portfolio. This reflects an unrealised investment gain of £3,080 (2022: £8,062), included in the Statement of Income and Retained Funds.

The investment gain consists of £5,838 of accrued interest income, a £1,214 unrealised capital gain on the investment portfolio, together with an increase in the market value of the certificates of deposit £136,449.

Fees charged for investment management services accrue daily. Investment management fees of £2,440 are included within miscellaneous expenditure in the Statement of Income and Retained Funds.

Note 6: Funds committed and other creditors: Payable within one year

	2023	2022
	£	£
Due to Citizens Advice Guernsey	-	55,334
Due to Bright Beginnings (ECOF)	-	50,000
Due to Carers Guernsey	-	50,000
Due to Youth Commission for Gsy & Alderney	100,000	100,000
Due to Wigwam Support Group	-	19,806
Due to Pollinator Project	-	5,000
Due to Art for Guernsey	35,000	35,000
Due to Grow Limited	66,750	89,000
Due to Guernsey Voluntary Service	21,435	31,216
Due to St James	35,000	35,000
Due to Lihou Charitable Trust	20,721	20,117
Due to Cardiac Action Group	-	45,875
Due to Liberate	23,854	45,807
Due to Safer	42,000	45,000
Due to GSPCA	-	25,467
Due to Guernsey Mencap	16,200	14,800
Due to Guernsey Nature Commission	50,000	50,000
Due to Guernsey Cheshire Home	37,500	35,500
Due to Guernsey Sports Commission	38,800	37,000
Due to Health Improvement Commission	-	152,222
Due to Guernsey Mind	-	200,000
Due to Guernsey Arts Commission	30,000	40,000
Due to Victim Support & Witness Service	31,352	31,352
Due to Styx Centre	-	50,000
Due to Association of Guernsey Charities	35,000	50,000
Due to Guernsey Community Savings	20,025	26,500
Due to Guernsey Adult Literacy Project	35,000	-
Due to Autism Guernsey	75,146	-
Due to Guernsey Alzheimer's Association	52,000	-
Due to Alderney Wildlife Trust	45,500	-
Due to Trauma Recovery Centre	33,530	-
Due to Friends of Citizen's Advice	37,000	-
Due to Ron Short Centre	31,878	-
Other Creditors	3,850	11,505
	<u>917,541</u>	<u>1,351,501</u>

Note 7: Funds committed and other creditors: Payable after more than one year

	2023	2022
	£	£
Creditors falling due after one year		
Due to Youth Commission for Gsy & Alderney	-	100,000
Due to Art for Guernsey	-	35,000
Due to Grow Limited	44,500	111,250
Due to Guernsey Voluntary Service	-	21,435
Due to St James	-	35,000
Due to Lihou Charitable Trust	-	20,721
Due to Liberate	-	23,854
Due to Safer	43,000	85,000
Due to Guernsey Mencap	17,000	33,200
Due to Guernsey Nature Commission	-	50,000
Due to Guernsey Cheshire Home	-	37,500
Due to Guernsey Sports Commission	40,690	79,490
Due to Guernsey Arts Commission	20,000	50,000
Due to Victim Support & Witness Service	31,352	62,704
Due to Association of Guernsey Charities	35,000	100,000
Due to Guernsey Community Savings	13,450	33,475
Due to Guernsey Adult Literacy Project	35,000	-
Due to Autism Guernsey	67,471	-
Due to Guernsey Alzheimer's Association	52,000	-
Due to Alderney Wildlife Trust	45,500	-
Due to Trauma Recovery Centre	71,691	-
Due to Friends of Citizen's Advice	37,000	-
	<u>553,654</u>	<u>878,629</u>

Note 8: 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.

As at 31 December 2023 the Company had one member. The Company's Memorandum of Incorporation does not stipulate a maximum number of members.

Note 9: 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 10: Related Parties

Related party transactions during the year are set out below:

Name of Director	Name of related party	Nature of relationship	Details of transactions	£
Rachel Copeland	Bright Beginnings	Board Director	Grant for building costs. Mrs Copeland removed herself from all discussion around the grant application and decisions	20,000
Andrew Ozanne	Offender Deposit Assistance Scheme LBG	Charity founder and member of the committee.	Grant toward funding of payment for rental deposits for prisoners on release. Mr Ozanne removed himself from all discussion around the grant applications and decisions.	5,000

Nil returns were received in respect of Bethan Haines, Stephen Jones OBE, Steven Wakelin, and Sadie Siviter de Paucar.

To the Directors of Social Investment Fund LBG

Purpose of this Agreed-Upon Procedure Report

Our report is solely for the purpose of assisting the Board of Directors in gaining comfort over specific financial statement line items as detailed in the report. This report is intended solely for the Board of Directors, and should not be used, or distributed to, any other parties.

Responsibilities of the Engaging Party

The Directors have acknowledged that the agreed-upon procedures are appropriate for the purpose of the engagement.

The Directors (also the Responsible Party) is responsible for the subject matter on which the agreed-upon procedures are performed.

Practitioner's Responsibility

We have conducted the agreed-upon procedures engagement in accordance with International Standard on Related Services (ISRS) 4400 (Revised), *Agreed-Upon Procedure Engagements*. An agreed-upon procedures engagement involves our performing the procedures that have been agreed with Directors, and reporting the findings, which are the factual results of the agreed-upon procedures performed. We make no representation regarding the appropriateness of the agreed-upon procedures.

This agreed-upon procedures engagement is not an assurance engagement. Accordingly, we do not express an opinion or an assurance conclusion.

Had we performed additional procedures, or had we performed an audit or review of the financial statements in accordance with International Standards on Auditing or International Standards on Review Engagements, other matters might have come to our attention that would have been reported to you.

Professional Ethics and Quality Control

We have complied with the ethical requirements in The International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants ("IESBA") (the "Code"). For the purpose of this engagement, there are no independence requirements with which we are required to comply.

Our firm applies International Standard on Quality Management (ISQM) 1, *Quality Management for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Service Engagements*, and accordingly, maintains a comprehensive system of quality controls including documented policies and procedures regarding compliance with ethical requirements, professional standards, and applicable legal and regulatory requirements.

Procedures and Findings

We have performed the procedures described below, which we agreed upon with Management in the terms and engagement letter dated 10th March 2023, to gain comfort over the following line items in the financial statements.

	Procedures	Findings
1	Agreed year end bank balances to the Social Investment Fund SAP system extract from the States of Guernsey records.	No errors or discrepancies found.
2	Reviewed all sundry debtors and prepayments and agreed to supporting documentation.	No errors or discrepancies found.
3	Accounts Payable — Review post year payments for additional liabilities.	No additional liabilities found.
4	Reviewed all other creditors and accruals and agreed to supporting documentation	No errors or discrepancies found.
5	Agreed a sample of 5 income transactions to supporting documentation.	No errors or discrepancies found.
6	Agreed a sample of 5 grants awarded to supporting documentation.	No errors or discrepancies found.
7	Agreed a sample of 5 expenses to supporting documentation and checked authorised in line with internal policies.	No errors or discrepancies found.

8	Analytically reviewed income and expenses and obtained sufficient explanation for all variances in excess of 10%.	We obtained appropriate and sufficient explanation for all variances in excess of 10%.
9	Reviewed general ledger for journal entries posted at 31 December 2022 and agreed to supporting documentation.	No errors or discrepancies found.
Additional procedures agreed after Letter of Engagement signed		
1	Agreed investments to Ravenscroft statement of investment balances.	No errors or discrepancies found.
2	Agreed a sample of 5 grants committed payable within one year and 5 grants committed payable after one year to supporting documentation.	No errors or discrepancies found

Our report is solely for the purpose set forth in the first paragraph of this report and for your information and is not to be used for any other purpose or to be distributed to any other parties. This report relates only to the accounts and items specified above and does not extend to any financial statements of the Company, taken as a whole.

DocuSigned by:
Grant Thornton Limited

Grant Thornton Limited
Chartered Accountants
St Peter Port, Guernsey

Date: 15 October 2024