

Community Foundation

NORTHERN IRELAND

Financial Statements

For the year ended 31 March 2018

Charity Commission No: NIC 105105

HMRC Charity Reference: XN 45242

**THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
OFFICERS AND PROFESSIONAL ADVISERS**

Registered charity name	The Community Foundation for Northern Ireland
Charity number	NIC105105
HMRC Charity Reference	XN 45242
Registered office	Community House Citylink Business Park 6a Albert Street Belfast
Trustees	Maeve Monaghan (Chairperson) Joseph McKnight (Vice-Chairperson) Les Allamby (end of term Sept 2017) David Bass Grainne Brown Michelle Canning (resigned March 2018) Brian Dougherty (end of term Sept 2017) Niamh Goggin John Healy (end of term Sept 2017) Shelley Martin David McCurley (joined December 2017) Claire McGonigle Dawn Purvis (resigned March 2018) Dave Wall
Bankers	First Trust Bank Limited University Road Belfast
Solicitors	Edwards and Company Solicitors 28 Hill Street Belfast BT1 2LA
Auditor	Moore Stephens (NI) LLP Chartered Accountants & Registered Auditors Donegall House 7 Donegall Square North Belfast BT1 5GB
Investment Managers	Quilter Cheviot Montgomery House 29/33 Montgomery Street Belfast BT1 4NX

**THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
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THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018 REPORT OF THE BOARD OF TRUSTEES

The Trustees are pleased to present their report together with the financial statements of the charity for the year ended 31 March 2018.

STRUCTURE, GOVERNANCE and MANAGEMENT

The Community Foundation for Northern Ireland (otherwise known as the Foundation) was established under a Trust Deed and was incorporated in 1979. The Foundation is accepted as a charity by HMRC under reference XN45242. The Foundation has been registered as a charity with the Charity Commission for Northern Ireland (NIC105105) since April 2016.

The trustees of the Foundation for the year ending 31 March 2018, who have all been trustees for the whole year ended on that date, except as noted below, are listed on page 1.

The Trustees expressed their appreciation to Les Allamby, Brian Dougherty and John Healy whose terms of office ended in September 2017 and to Michelle Canning and Dawn Purvis who stepped down from the Board during the year. The Trustees welcomed one new Trustee to the Board - David McCurley.

The Foundation is administered by a Board of up to 14 trustees who are assisted in their work through various standing committees (Finance and Audit committee and Grant-making committee) which involve trustees and external co-opted members. In addition a number of Selection Panels are involved in the decision-making process with regard to the award of grants. Advisory Panels also meet regularly to discuss the policy implications of grant and development programmes. These panels normally comprise a significant number of volunteers from other organisations and backgrounds who bring specific knowledge to the process. Each of the sub-committees reports directly to the Board, which approves all major strategic decisions and has overall responsibility for all of the Foundation's activities. All trustees and Advisory Panel members serve in a voluntary capacity.

The Foundation's Chief Executive is Andrew McCracken. The Chief Executive is appointed by the Trustees to manage the day to day operations of the Foundation with support from the senior management team.

Trustee-selection, appointment and competence

The Foundation adopts an open procedure for the appointment of trustees (and volunteers). This includes:-

- Expressions of interest invited (open and on-going) via public advertisement on our website;
- Recommendations from existing trustees.

Appointment of trustees and volunteers is considered by the Board as vacancies arise and with regard to skills and diversity, as well as geographical and sectoral balance.

Trustees are appointed for a term of 3 years (renewable for a further 3 year term). All Trustees participate in an annual appraisal with the Chairperson of the Board. This involves an annual review of the Trustee's own performance and the performance of the Chairperson and the Board. The Vice-Chairperson carries out the appraisal of the Chairperson. The Board conducts an annual review of skills and diversity needs and maintains the personal competence of Board members through relevant training, usually linked with its annual trustees' Strategy Day.

Trustee Induction and Training

New trustees receive a comprehensive induction pack which includes the Foundation's Governance Manual. The manual provides details on policy and practice; the Foundation's strategy, aims and activities; management and governance, and also what is expected of Trustees under charity law, with particular reference to the Charities Acts (2008 & 2013). New Trustees are also provided with opportunities to meet staff and grantees to learn about the work undertaken by the Foundation.

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AIMS and OBJECTIVES

The Community Foundation for Northern Ireland is a local, independent charitable foundation, connecting people who care with causes that matter. We help communities in need, drive social change and change lives, through impactful grant-making, research, strategic partnerships and delivering innovative programmes. Supporting bespoke giving and providing philanthropic advice we are a trusted, secure means through which donors choose how, when and where to give and we provide a range of management and grant-making services for charitable funds.

Vision

Our vision is a peaceful, shared and socially just Northern Ireland.

Strategy and Key Objectives

We outwork our vision in three areas:-

1. **Community Impact** - providing funds to support local communities, particularly to help the most marginalised and vulnerable, and investing in the kind of projects that other funders might not fund.
2. **Encouraging and facilitating generosity** - effectively helping donors direct their money to causes that make a difference
3. **Community leadership** - listening to the communities we're working with, and based on what we're hearing advocating with them to those in influence.

While pursuing our passion for giving and for social justice, we hold each other to account to act with the following values:

- **independence**, particularly from government and political affiliations
- **innovation** in our approaches to supporting communities and working with donors
- **flexibility and proportionality** in how we work with communities we're supporting
- **empowerment** of staff and communities
- **risk taking** in the projects we choose to engage with
- **transparency and honesty**

Grant-making Policy

As a grant-making charity, our focus is to make grants that help the most marginalised and vulnerable people in Northern Ireland. We manage grant funds from a range of donors and funders, and we listen to their views on how they want their funds to be used. Our grant making is underpinned by our own values and experience. Our grant processes set out the decision-making authority for different funds and ensure that all grant applicants are treated fairly and equitably.

We use specific grant-making criteria for each fund or programme to ensure that grants awarded support the furtherance of the Foundation's charitable objectives; make the best use of our resources and have maximum impact.

Public Benefit

The Community Foundation for Northern Ireland provides grants and community development support to local communities to enable them to address issues of social justice. All grants are awarded on the basis of evidence that the funding will have a positive impact on the local community and the beneficiaries.

The prevention or the relief of poverty: Grants to disadvantaged communities will provide support and facilities in these areas, providing local people with improved access to benefits advice and support and training to develop their skills to gain employment.

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The advancement of education: Grants to individuals and organisations will enable them to access training and skills to develop their learning and improve their employment prospects.

The advancement of health or the saving of lives: Grants to organisations will enable local people to access activities such as physical activities and healthy eating awareness programmes that will improve their health and well-being.

The advancement of citizenship or community development: Grants to communities will bring local people together to develop facilities and services in their local area that will improve their well-being and social inclusion.

The advancement of the arts, culture, heritage or science: Grants to individuals and organisations will enable people to access the arts and take part in music, drama, craft workshops and other activities that will improve their social inclusion, skills and well-being.

The advancement of human rights, conflict resolution or reconciliation or the promotion of religious or racial harmony or equality and diversity: Grants to organisations will enable these organisations to address issues of social justice and human rights in their communities and engage in capacity building to address contentious issues in interface communities. This will improve the safety and well-being of local people.

The relief of those in need by reason of youth, age, ill-health, disability, financial hardship or other disadvantage: Grants to individuals and organisations will enable local people to access support and activities which address their needs, thus reducing their isolation, improving their social inclusion and well-being.

The above benefits are demonstrated through research, feedback and evaluations taken from our donors, funders and grantees and the general community. There is no harm or potential for harm as a result of our purposes.

Network and other relationships

The Community Foundation is active in the Northern Ireland Trusts' Group and the UK Community Foundations network as well as being a member of the ACF (Association of Charitable Foundations) and the EFC (European Foundation Centre). The Community Foundation for Northern Ireland believes that active involvement in both local and international networks provides important shared learning as well as reciprocating the support that Northern Ireland has gleaned from international interest and donors over past years.

Risk-Management

The trustees have a risk management strategy which comprises:

- identification and regular review of the risks the Foundation may face;
- the establishment of systems and procedures to mitigate those risks identified in the plan;
- the implementation of procedures designed to minimise any potential impact on the Foundation should those risks materialise.

The Trustees have identified the following risks and have action plans in place to manage the risks:

- Failure to deliver community impact through our grant-making;
- Failure to retain and attract new donors;
- Failure to listen to communities and understand community needs;
- Inadequate or ineffective governance structures and strategy;
- Failure to comply with legislation;
- Ineffective or inefficient management of resources;

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The task of monitoring the Foundation's financial control systems and procedures is delegated to the Finance and Audit Committee.

CHARITABLE ACTIVITIES

COMMUNITY IMPACT

The Community Foundation for Northern Ireland manages a range of grant-making funds and programmes. These are funded by private donors, other Trusts/Foundations and from both the statutory and private sectors. Details of some of our programmes and funds are included below:-

Capital Grants Programme: Space and Place

The Community Foundation, working with its partner organisations (Public Health Agency, Northern Ireland Environment Link, Rural Community Network, Northern Ireland Housing Executive and Groundwork NI) continues to implement the Space & Place programme, a £15m capital grants programme funded by the Big Lottery Fund.

Revenue Grant-Making Funds

In 2017-18 we awarded small revenue grants totaling £1,412,414 across a range of funds. A total of 473 awards were made to local community groups and individuals. These awards ranged from £144 awarded to a refugee/asylum seeker to support immediate needs through the Community Foundation unrestricted funds, to £34,554 through the Karen Mortlock Fund, to support running costs for Childline in Belfast and Londonderry.

We also worked in partnership with other funders to support a number of programmes some of which are detailed below:-

Building Change Trust

The Community Foundation continues to provide the administrative base for the Building Change Trust, an initiative established by the Big Lottery Fund as an investment for community capacity building and the promotion of the voluntary and community sector in Northern Ireland. The Trust is a life limited endowment which will have expended its funds by 31 December 2018.

NI Human Rights Fund

Together with The Atlantic Philanthropies we have established and continue to grow the Human Rights Fund for Northern Ireland. This fund supports key human rights organisations and their work in Northern Ireland.

Peace Impact Programme

We have continued to provide support for groups in receipt of funding from the International Fund for Ireland's Peace Impact Programme. This programme is designed to deliver real and positive community transformation through sensitive interventions in communities that have not previously, or only partially, participated in peace-building and reconciliation activities.

Youthbank International

We also continue to work with support from the Charles Stewart Mott Foundation to establish an international network of YouthBanks. YouthBanks are youth-led grant-making organizations or programmes within a host organization, which channel money into projects that will improve the quality of life of local communities. They are run by young people, for young people.

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ENCOURAGING AND FACILITATING GENEROSITY

We continue to encourage and facilitate generosity in Northern Ireland, working with donors locally, nationally and internationally to manage existing funds and establish new funds to connect funders and donors with local communities.

The Foundation was once again a lead partner in the 'Philanthropy Fortnight' initiative, encouraging, celebrating and supporting philanthropy generally in Northern Ireland and building on our reputation as a trusted advisor on issues relating to philanthropy for individuals, businesses, other funders and professional advisors.

New initiatives during the year included relationship-building with key partners, a brand refresh and redesign of publications and a series of events and activity to aid fund development, the promotion of the work of the Foundation and philanthropy generally for ambassadors, professional advisors and those interested in philanthropy. Staff, Trustees and donors took part in our "Seeing is Believing" visits to local community projects that we had funded to hear first hand the difference our work makes to local communities.

Additional information about our activities is available on our website at www.communityfoundationni.org.

COMMUNITY LEADERSHIP

Vital Signs

The Community Foundation is committed to listening to the communities we're working with, and based on what we're hearing advocating on their behalf to those who have influence with the relevant issue(s). Under the banner of 'Vital Signs', the Community Foundation is developing a strong network of relationships with communities across Northern Ireland; gathering, analysing and acting on information and knowledge; and facilitating communities to come together with us, and each other, on issues of mutual concern. Based on what we learn and hear, we will help communities advocate publicly and privately with policy and decision makers at all levels on issues that concern them, potential donors and the role of community philanthropy locally. A full report for Vital Signs was published and launched in October 2016 and in 2017 we carried out a more in-depth analysis on two themes 'Health and Well-Being', with a particular focus on mental health and 'Education and Skills', with a particular focus on alternative education models, to include community education, family learning.

Our Vital Signs research has several elements to it. We looked at statistical data, reports and consultations from government sources, statutory agencies and third sector organisations. We have found that while there is much to celebrate about life in Northern Ireland, some people are facing particular challenges. We have been advised of practical steps that civic society could take, with support from philanthropic activities, to help make our communities' lives and areas more vibrant. Of course, Vital Signs isn't the final word on the quality of life in Northern Ireland, but we hope that it allows the start of a wider conversation amongst the community and voluntary sector, public sector, public representatives and donors and philanthropists.

Those consulted raised a number of issues including conflict related trauma, access to perinatal mental health support, and concerns about high rates of self-harm and suicide. With mental health problems 20% higher in Northern Ireland than in England or Scotland, the Community Foundation has already provided £1.7 million to help communities run projects around health and well-being in the last three years and in October 2017 announced £50,000 in grants specifically for mental health projects through the ARN Foundation.

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ACHIEVEMENTS and PERFORMANCE

We are committed to effectively helping donors direct their money to causes that make a difference and have invested resources in fund development to engage with new donors and work with existing donors.

We continued to encourage and facilitate generosity in Northern Ireland and received almost £961,000 in new voluntary donations in support of the sector. In addition, we received £125,000 of new funding for the NI Human Rights Fund and £98,553 for new programmes, supporting a range of issues. The remainder of our funding came from on-going agreements with a range of donors.

Working with donors locally, nationally and internationally, we established 8 new funds, connecting funders and local communities. Highlights included a rapid response to the floods in Derry and the establishment of an emergency fundraising response in the local area. Our work with the newly established ARN Foundation, supported them to reach people with learning difficulties and mental health issues and our partnership with the Pears Foundation encouraged philanthropy in Northern Ireland through a matched fund. In addition we worked in partnership with UKCF (UK Community Foundations) to support the management of a number of philanthropic funds in Northern Ireland such as The Mars Fund.

In 2017/18, we approved 473 grants totaling £1,412,414 to local communities and individuals to support them in their work, and supported 720 communities as part of our plan to work with 2,000 communities between 2016 and 2019. The grants awarded tackled issues of social justice and covered themes such as older people, young people, disability, community arts, human rights and health and well-being. We prioritised funding to areas of disadvantage and marginalised communities and include some of the outcomes below:-

- Helping women to develop their skills to gain employment by providing them with bursaries for training and development through the Women's Fund for NI;
- Enabling local people to access activities to improve their health and well-being by providing grants for a range of community activities through Comic Relief, the Karen Mortlock Fund, and a number of Community Benefit Funds;
- Supporting people with disabilities to access the arts through grants and bursaries awarded under the Acorn Fund Legacy Project, and Community Arts Fund.
- Enabling older people and people with disabilities to access support and activities through grants awarded under the Telecommunity Fund and the Older People's Fund;
- Helping human rights organisations to address issues of human rights through the NI Human Rights Fund grants.

The grant approval rate was approximately 54% of all applications received.

Some examples of the funds that we award grants through:

Acorn Fund:

The Acorn Fund was set up as part of the legacy of the 2013 Year of City of Culture addressing social and economic imbalances experienced by communities emerging from generations of conflict in Derry-Londonderry. In 2017-18 a total of 32 awards were made under this programme, with an average grant of £1,014.

Comic Relief Programmes:

Comic Relief Core Strength provided ongoing support for grassroots community groups in areas of disadvantage across Northern Ireland. Grants range from £1,000 to £5,000. In 2017-18 a total of 6 grants were approved with an average award of £4,067.

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Community Benefit Funds:

Opportunities arose to target new rural areas and provide development and small grant support through a series of funds from the growing windfarm industry. Gaelectric, Capital Dynamics, and Energia funds enable the Foundation to deliver much needed grants to groups in the greater Limavady, Omagh, Ballynure/Carrickfergus, County Tyrone, and Strabane areas. Grants range from £500 to £5,000 and address issues such as, community cohesion and engagement, energy efficiency and sustainability, social, cultural or sporting benefit for the local community, training and education, environmental benefit and economic benefit.

Social Justice Programme:

The Social Justice Programme funded by the Atlantic Philanthropies delivered both grants and support to 28 local groups and communities of interest working on relevant human rights and social justice issues. The average grant size was £5,416, with additional mentor support also provided. The programme raises awareness of rights issues and will develop advocacy training and mentor support packages for local groups. A power-analysis Training Tool Kit has been developed to share the learning from the previous programme.

Telecommunity Fund:

The Telecommunity Fund continues its support for projects with teenagers, people with disabilities and older people. The fund offers grants of between £500 and £1,500, to locally based community groups with income levels of £200,000 or less per annum, supporting projects particularly targeting areas of disadvantage. In 2017-18 a total of 26 applications were awarded with an average award of £1,229.

IMPACT

Over the last year, we have measured the impact of our grant-making. The headline figures to date are:

- Number of beneficiaries from our grant making: **36,763 people supported**
- Communities supported 720

In 2016-17 we introduced a new way of measuring impact. Due to the fact that we allow groups 12 to 13 months from the date of the grant awarded to spend their award and report on their impact, the impact analysis included below relates to both the financial year 2016-17 and part of the financial year 2017-18. A summary of our latest impact is included below. The full report is included on our website.

Advancing people's physical well-being and safety

- Amount awarded = £291,024.36
- 6,276 advanced their health and wellbeing
- 672 reported significantly improved health and well being
- 46 activities took place to enhance people's physical, mental and emotional health
- 100 people engaged in sport and exercise who had not before
- 397 had increased access to sport, exercise and leisure activities

Connecting with the arts, culture and heritage

- Amount awarded = £117,341.94
- 5,862 connected with the arts, culture and heritage

Improved life skills, educational, employment and enterprise opportunities

- Amount awarded = 199,254.00
- 1,254 improved their life skills, education, employability and enterprise

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Maximising the ability to strengthen community cohesion and build social capital

- Amount awarded = £307,876.11
- 2,674 accessed and reported improved community facilities
- 17,586 maximised their ability to strengthen community cohesion
- 838 accessed support services, 308 for the first time
- 3,144 people attended regular social activities, 387 for the first time
- 578 refugees and asylum seekers took part in community activity, 226 for the first time

Reduction of isolation and disadvantage and lack of access to local services

- Amount awarded = £473,897.72
- 5,040 reduced isolation and disadvantage and had improved access to services and facilities
- 1,633 vulnerable people were supported
- 129 achieving independent living and no longer requiring support

Transform access to, and engagement with, the environment and public spaces

- Amount awarded = £8,860.00
- 595 accessed and engaged with the environment and public spaces

Financial Review and Results

The Foundation received income from a variety of sources, including other Foundations and Trusts, private donors and the statutory and private sectors. In addition the Foundation utilises some of the income from its invested endowment funds to meet some of its core costs. In 2017/18, the principle sources of income came from the Big Lottery Fund to support the Space and Place Programme and the Acorn Fund Legacy Project; Atlantic Philanthropies to support the NI Human Rights Fund and the International Fund for Ireland to support the Peace Impact Programme.

The Statement of Financial Activities on Page 15 indicates that the Foundation had incoming resources of £9,082,041 which exceeded resources expended of £7,995,871 by £1,086,170. Losses on investments were £220,392.

The Balance Sheet on Page 16 shows that the Foundation had total funds of £18,909,997 at 31 March 2018 (2017: £18,044,219). Unrestricted funds available to the Foundation at the Balance Sheet date totalled £454,421 (2017: £231,195). Unrestricted funds include £164,923 of designated funds. Restricted funds amounted to £3,305,615 (2017: £2,435,907). The foundation's capital endowment funds were £15,149,961 at the year end (2017: £15,377,17).

Investment Policy and Performance

The investment objective for the main portfolio is to generate a total return including inflation of 5.5% per annum over the long term, after investment management fees. In 2017-18, the total return after investment management fees was -1.4%.

The Trustees have wide investment powers and retain overall responsibility for the management of the Foundation's investments. The Trustees have delegated authority to the Finance and Audit sub-committee to:

- Develop and propose an Investment and Expenditure Policy to Trustees.
- Define an asset allocation policy for the investments.
- Oversee and approve investment decisions concerning the Foundations capital reserves.
- Review the performance of the Foundation's investments and report to Trustees regularly.

The Foundation utilises the services of suitably qualified and experienced Investment Managers to manage its investment portfolio and to provide advice and administration services in relation to investments. However, the Trustees recognise that we are ultimately responsible for the management of the Foundation's investments.

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The Foundation requires the Investment Managers to carry out negative screening and avoid investments in armaments, alcohol, human rights abuses, tobacco and pornography. In 2016/17, the Trustees reviewed the investment strategy and now also require the investment managers to carry out positive screening, i.e. investing in companies that show leadership in product design, employee policies, environmental protection, human rights or other practices. The Investment Managers are also required to consider the reputational risk in relation to the Foundation's ethos and mission, and draw any such potential reputational risk to Trustees' attention.

In 2018, the Board tendered for Investment Management Services and appointed Investec to manage the investments from 2018/19.

Reserves Policy

The Trustees take a risk based approach to setting our reserves requirements for the following year. Income projections are considered in terms of value and certainty. Income that is deemed high or medium risk is considered to be "uncertain" and is therefore provided for in our reserves. In the event that we do not meet our income targets for high and medium risk income for 2018/19, we have identified the shortfall in funding that may exist and designated £51,000 from our Community Foundation Endowment Funds as a general reserve to cover the next year's expenditure requirements. The balance on unrestricted reserves at the year end was £454,421. This includes a designated fund of £164,923 to meet the costs of redundancy payments in the event of staff being made redundant. The balance of unrestricted funds once this designated fund and provision for the potential shortfall in funding of £51,000 are deducted is £238,498. These funds will cover unrestricted grant-making in our on-going funds such as the Brexit Fund, Micro grants and Community Innovators Fund.

Reserves Policy – restricted funds

It is the policy of the trustees to hold any funds received for a specific purpose as restricted funds.

Reserves Policy – Capital Endowment Fund

It is the policy of the trustees to hold the capital fund as a restricted fund with the aim of ensuring a suitable future income stream to finance the ongoing work of the Foundation. The capital fund is represented by a portfolio of investments in equities, bonds, managed funds, property and cash products.

FUTURE PLANS

Our 3 year strategy, covering the period 2016 to 2019, sets out our ambition to work with 2,000 communities over the 3 years; and to grow the number of people giving through the Foundation to 100 individuals. (Copies of the strategy are available from our website).

As we enter into the final year of the strategy, we have identified the following priorities for 2018/19:-

- We will continue to manage a wide portfolio of grant programmes and donor funds, to support local communities. We will continue to review our grant-making practice and will develop new pilot initiatives aimed at more flexible and reactive grant-making.
- Throughout the Foundation's history we have been committed to addressing the challenges of peacebuilding, social justice and effective community development. We continue to believe in the power of community activity to change Northern Ireland for the better.
- The common theme linking all our grant programmes is that they provide individuals and groups with tools and support to make positive changes to their lives. We want to raise awareness of social fairness issues on behalf of vulnerable communities.
- Quarterly analysis and learning from grant applications to inform our work, needs, demands, gaps and approaches to grant making will continue to take place and feed into our grant making priorities.

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- There will be a big focus on impact in the coming year with plans for conferences, cluster events, best practice visits, seeing is believing visits and generally increasing our profile and face to face relationships with grantees, as well as informing our strategy post March 2019. We will continue our work on Vital Signs and will delve deeper into 3 areas of work related to the travelling community, LGBT community and education.
- We will work with existing and new donors to grow and establish new donor funds that enable us to help donors to support the causes that matter to them.
- We will continue to work in partnership with other organisations and to participate in local, national and international networks to ensure we share learning and continue to develop as a Foundation.
- In 2018/19, we enter the final year of the Space and Place Programme and will work towards the completion and the official opening of the remaining projects. A closing celebration event has been planned for November. In addition staff will work towards ensuring efficient Programme closure by February 2019.
- We are also entering the final year of providing administrative support to the Building Change Trust which ends in December 2018 and will continue to work with the Trust to support the sector. The Trust will hold a celebration event in Autumn 2018.
- After many years of supporting the work of Youthbank and hosting Youthbank International, 2018/19 will be the final year for this relationship, as Youthbank International has now been established as a separate charity. We will support Youthbank International in the transition period in 2018/19 and wish it every success for the future.

Responsibilities of the trustees in relation to the financial statements

The trustees are required to prepare financial statements for each year which give a true and fair view of the state of affairs of the Foundation at the year end and of the results for that period. In preparing those financial statements the trustees:

- Select suitable accounting policies and then apply them consistently;
- Make judgements 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;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in being.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Foundation. The trustees are also responsible for safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

Tenders for the provision of audit services are normally sought every five years. A tender process was carried out in 2018 which resulted in Moore Stephens (NI) LLP being appointed as auditors for the three financial years up to and including 31st March 2020.

Moore Stephens (NI) LLP have expressed their willingness to continue in office.

On behalf of the Board of Trustees


Maeve Monaghan (Chairperson)

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE COMMUNITY FOUNDATION FOR
NORTHERN IRELAND

Opinion

We have audited the financial statements of The Community Foundation for Northern Ireland for the year ended 31 March 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Cashflow Statement and the related notes. 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 UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2018 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been properly prepared in accordance with the Charities Act (Northern Ireland) 2008 and the Charities Act (Northern Ireland) 2013.

Basis for opinion

We conducted our audit opinion 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 charity 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 to you in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

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

Other information

The trustees are responsible for the other information. The other information comprises the information 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 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.

**THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE COMMUNITY FOUNDATION FOR
NORTHERN IRELAND**

Opinions on other matters prescribed by the Charities Acts (Northern Ireland) 2008 and 2013

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report has been prepared in accordance with applicable legal requirement.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters where the Charities Acts (Northern Ireland) 2008 and 2013 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

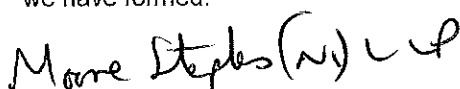
In preparing the financial statements, the trustees responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or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

Auditor's responsibilities for the audit of the financial statements

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

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

This report is made solely to the charity's members, as a body, in accordance with the Charities Acts (Northern Ireland) 2008 and 2013. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Dated: 28/09/18

**Chartered Accountants &
Registered Auditors**

**Moore Stephens (NI) LLP
Donegall House
7 Donegall Square North
Belfast
BT1 5GB**

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2018
(INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted Funds £	Restricted Funds £	Capital Endowment Funds £	Total Funds 2018 £	Total Funds 2017 £
Incoming resources						
Voluntary income:						
Donations and Gift Aid	2	58,975	478,594	482,317	1,019,886	92,509
Activities for generating funds:						
Investment income	3	-	-	315,469	315,469	349,878
Incoming resources from Charitable activities:						
Funding received	4	93,724	7,652,962	-	7,746,686	4,486,814
Total incoming resources		152,699	8,131,556	797,786	9,082,041	4,929,201
Resources expended						
Fundraising and Communications		143,780	67,713	24,111	235,604	235,154
Charitable Activities	5,6	498,435	7,261,442	390	7,760,267	3,539,601
Total resources expended		642,215	7,329,155	24,501	7,995,871	3,774,755
Net income/(expenditure) before other recognised gains and losses		(489,516)	802,401	773,285	1,086,170	1,154,446
Unrealised gains/(losses)	10	-	-	(220,392)	(220,392)	1,444,660
Net income/(expenditure) before transfers		(489,516)	802,401	552,893	865,778	2,599,106
Net transfers between funds	8	712,742	67,307	(780,049)	-	-
Net movement in funds		223,226	869,708	(227,156)	865,778	2,599,106
Fund balances brought forward at 1 April 2017	15	231,195	2,435,907	15,377,117	18,044,219	15,445,113
Fund balances carried forward at 31 March 2018		454,421	3,305,615	15,149,961	18,909,997	18,044,219

All amounts above relate to the continuing operations of the Foundation.

The Foundation has no recognised gains and losses other than those included above and therefore no separate statement of total recognised gains and losses has been presented.

The notes on pages 18 to 29 form part of these financial statements and should be read in conjunction therewith.

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
BALANCE SHEET AS AT 31 MARCH 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	9	120,050	132,739
Investments	10	16,329,027	15,699,191
		<u>16,449,077</u>	<u>15,831,930</u>
Current assets			
Debtors	11	444,767	357,494
Cash at bank and in hand		2,589,252	2,176,681
		<u>3,034,019</u>	<u>2,534,175</u>
Creditors: amounts falling due within one year	12	<u>(573,099)</u>	<u>(321,886)</u>
Net current assets		<u>2,460,920</u>	<u>2,212,289</u>
Total assets less current liabilities		18,909,997	18,044,219
Provisions for liabilities		-	-
Net assets		<u>18,909,997</u>	<u>18,044,219</u>
Funds employed			
Capital Endowment funds	15,16	15,149,961	15,377,117
Restricted funds	15,16	3,305,615	2,435,907
		<u>18,455,576</u>	<u>17,813,024</u>
Unrestricted funds	15,16	454,421	231,195
		<u>18,909,997</u>	<u>18,044,219</u>

Approved and authorised for issue by the Board of Trustees on 28/09/18 and signed on its behalf by:

Joseph M. Knight
 Trustee

The notes on pages 18 to 29 form part of these financial statements and should be read in conjunction therewith.

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
CASHFLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2018

	Note	2018 £	2017 £
Net cash (outflow)/inflow from operating activities	13	951,733	759,322
Returns on investments and servicing of finance			
Bank and deposit account interest		467	1,187
Income from listed investments		<u>315,002</u>	<u>348,691</u>
Net cash (outflow)/inflow for returns on investments and servicing of finance		<u>315,469</u>	<u>349,878</u>
Investing activities			
Purchase of tangible fixed assets	9	(4,603)	(6,313)
Disposal of tangible fixed assets	9	200	821,634
Purchase of investments	10	(3,688,770)	(8,133,701)
Disposal of investments	10	<u>2,946,994</u>	<u>8,070,009</u>
Net cash inflow/(outflow) from investing activities		<u>(746,179)</u>	<u>751,629</u>
Financing activities			
Decrease / (increase) in investment cash	10	(108,452)	(1,021,397)
Decrease / (increase) in long term deposits	10	-	(79,424)
		<u>(108,452)</u>	<u>(1,100,821)</u>
(Decrease)/Increase in cash and cash equivalents		<u>412,571</u>	<u>760,008</u>
Cash and cash equivalents at beginning of year		<u>2,176,681</u>	<u>1,416,673</u>
Cash and cash equivalents at end of year		<u>2,589,252</u>	<u>2,176,681</u>
Relating to:			
Cash at bank and in hand		<u>2,589,252</u>	<u>2,176,681</u>

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

1. Accounting Policies

Basis of accounting

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard which applies in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Incoming resources

Grants and investment income are generally recognised when the Charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

The principle source of income comprises donations from numerous funders. Other income includes private donations and investment income in the form of bank interest, dividends from investments and capital appreciation on investments held.

Related Party Transactions

There were no related party transactions that fall to be disclosed.

Taxation

No corporation tax has been provided in these accounts because the charity is within the exemption granted by Section 505 of the Income and Taxes Act 1988.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

The Foundation only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

Investments

Investments are stated in the balance sheet at market value and all movements, both realised and unrealised gains and losses, are shown in the Statement of Financial Activities.

Tangible fixed assets

Tangible fixed assets are stated at their purchase cost, net of depreciation and any provision for impairment.

Depreciation is calculated so as to write off the costs of tangible fixed assets, less their estimated residual values, on a straight line basis over the expected useful economic lives of the assets concerned. The principal annual rates used for this purpose are:

	%
Land and buildings	2
Fixtures and fittings	20
Computer equipment and software	33

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

Grants payable

Grants are treated as paid if they have been paid prior to the year end. Grant offers made are included as accrued expenditure, where all grant conditions have been met and these are deemed to be payable in the following financial year.

Recharged costs

Costs arising centrally which are directly attributable to certain projects are identified wherever possible and charged to those projects. Expenses have been apportioned using various appropriate bases where it has not been possible to identify the expense directly.

Pension costs

The Foundation participates in an independently controlled defined contribution pension scheme. Contributions to this scheme are charged in the period to which they relate.

Funds

The Foundation operates the following types of funds:-

Restricted funds

These are funds where the donor has requested that the funds must be used for specific purposes which would be within the overall aims of the Foundation, as set out in note 15 to the financial statements.

Capital endowment funds

These are funds which have been given to the Foundation with the restriction that they are to be held as capital. There have also been a significant number of donations to the Foundation since its inception, which were given without restriction that the Trustees have decided should be treated as capital endowment funds.

Unrestricted funds

These funds comprise of all remaining funds which are expendable at the Trustees' discretion in the furtherance of the objectives of the Foundation.

Resources expended

All expenditure is accounted for on an accruals basis and is classified under headings that aggregate all costs related to the category.

Governance costs represent the costs associated with the governance arrangements of the charity which relate to the general running of the charity as opposed to those costs associated with fundraising or charitable activity.

Foreign currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the net movement in funds.

Reserves policy

The Trustees take a risk based approach to setting our reserves requirements for the following year. Income projections are considered in terms of value and certainty. Income that is deemed high or medium risk is considered to be "uncertain" and is therefore provided for in our reserves. In the event that we do not meet our income targets for high and medium risk income for 2018/19, we have identified the shortfall in funding that may exist and designated £51,000 from our Community Foundation Endowment Funds as a general reserve to cover the next year's expenditure requirements.

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

2. Donations

	Unrestricted funds	Restricted funds	Capital endowment funds	Total 2018	Total 2017
	£	£	£	£	£
Donations and Gift Aid	58,975	478,594	482,317	1,019,886	92,509
	58,975	478,594	482,317	1,019,886	92,509

3. Investment income

	Unrestricted funds	Restricted funds	Capital endowment funds	Total 2018	Total 2017
	£	£	£	£	£
Bank interest	-	-	467	467	1,187
Dividends	-	-	315,002	315,002	348,691
	-	-	315,469	315,469	349,878

4. Funding received

	Unrestricted funds	Restricted funds	Capital endowment funds	Total 2018	Total 2017
	£	£	£	£	£
Atlantic Philanthropies					
Human Rights Fund Development Project	-	-	-	-	135,881
Human Rights Fund	-	706,210	-	706,210	1,406,000
Big Lottery Fund					
Acorn Fund Legacy Project	-	69,357	-	69,357	81,649
Space and Place Programme	-	5,544,647	-	5,544,647	1,378,246
Building Change Trust Limited					
Building Change Trust	-	184,802	-	184,802	197,004
Comic Relief (UKCF)					
Comic Relief Grants	5,300	50,000	-	55,300	94,313
Core Strength Fund	5,934	56,519	-	62,453	-
CS Mott Foundation					
Youthbank	-	38,329	-	38,329	119,218
IFI (International Fund for Ireland)					
Peace Impact Programme	-	220,990	-	220,990	201,986
The Legal Education Fund					
Human Rights Fund	-	25,000	-	25,000	-
Localgiving Foundation					
Local Giving Project	-	11,720	-	11,720	32,007
Paul Hamlyn Foundation					
Acorn Fund Inspire Bursaries	-	-	-	-	25,000
Pears Foundation					
Philanthropy Project	-	-	-	-	25,000
Porticus					
Human Rights Fund	-	124,993	-	124,993	125,000
Public Health Agency					
Space and Place	-	14,250	-	14,250	14,250
Santander SEDA Awards					
Santander Foundation Community Solutions	-	-	-	-	(10,000)
Sigrid Rausing Trust					
Human Rights Fund	-	100,000	-	100,000	75,000
UKCF New Beginnings Fund					
Wesleyann Foundation	2,300	23,000	-	25,300	99,295
MARS Goodness Knows Fund					
Other	900	9,900	-	10,800	-
	79,290	473,245	-	552,535	420,365
	93,724	7,652,962	-	7,746,686	4,486,814

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

5. Analysis of Charitable Expenditure

Costs of charitable activities include grants made, governance costs and programme development and support costs. Programme development and support costs cover the costs of running grant programmes and providing development support to both grant and non-grant programmes.

	Unrestricted funds	Restricted funds	Capital endowment funds	Total 2018	Total 2017
	£	£	£	£	£
Grants	226,328	6,125,992	-	6,352,320	2,022,764
Governance	13,608	-	-	13,608	17,015
Programme development and support costs	258,499	1,135,450	390	1,394,339	1,499,822
Charitable Activities	498,435	7,261,442	390	7,760,267	3,539,601

The Community Foundation approved 473 grants totaling £1,412,414 (2017: £5,512,026) to the voluntary and community sector during the year.

6. Grants paid

Grant payments of £6,352,320 (2017: £2,022,764) were made during the year.

7. Particulars of employees (included in programme development and support costs)

	2018 No.	2017 No.
The average number of employees during the year was:		
Development and support	21	23
Fundraising	3	3
Administration	4	5
	<u>28</u>	<u>31</u>

	2018 £	2017 £
Total staff remuneration was:		
Salaries and wages	842,358	888,694
Social security costs	76,476	80,455
Pension scheme	48,137	52,027
	<u>966,971</u>	<u>1,021,176</u>

1 employee had employment benefits in excess of £60,000 (2017: 1).

No fees are paid to Trustees for their services as board members. Directly incurred expenses are reimbursed, if claimed. Trustees were reimbursed for expenses amounting to £741 (2017: £21). Expenses were paid on behalf of one Trustee of £617.

The key management personnel of the charity comprise the Trustees, the Chief Executive Officer, Chief Financial Officer, Impact Director and Director of Philanthropy. The total employee benefits of the key management personnel of the Foundation were £213,809 (2017: £194,478).

The Chief Executive's salary is set following independent advice and a review of similar posts in the sector. The remaining staff salaries, including key management personnel, are aligned to the NJC salary scales and are set using guidance provided by NICVA. The Foundation took part in a benchmarking exercise with four other Community Foundations in the UK in 2017/18 and our salary levels were found to be in line with the other Foundations.

Redundancy payments totaling £6,971 were paid to staff whose fixed term contracts ended during the year. Payments were in line with our agreed Redundancy Policy and statutory requirements.

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

8. Transfers between funds

In 2017/18, a number of capital endowment funds allocated some of the returns on their funds as revenue funds to be used for grant making and support costs. In addition, a contribution towards the Foundation's core costs is allocated from some restricted to unrestricted funds. These are shown as transfers between funds and are analysed by fund as follows:

	Unrestricted Funds £	Restricted Funds £	Capital Endowment Funds £
Abbey Fund Development Initiative	-	(795)	-
Acorn Endowment Fund	-	-	(21,212)
Acorn Revenue Fund & GC	-	18,885	1,115
Ann McGeeney Trust	-	(859)	-
Ballygrainey Fund	-	20,000	-
BCT Supporting Communities	-	(309)	-
Comic Relief	-	(1,075)	-
Comic Relief Community Cash	-	1,075	-
Community Arts Endowment Fund	-	-	(9,236)
Community Arts Revenue Fund	7,697	-	-
Community Foundation for NI	-	-	(522,586)
Community Foundation for NI Revenue Fund	579,672	(26,163)	-
CFNI Grant-making Dept	1,727	-	-
Community Foundation Designated Fund	4,153	-	-
David Ervine Endowment Fund	-	-	(9,870)
David Ervine Revenue Fund	-	7,551	-
Dungannon Community Trust Endowment Fund	-	-	(6,126)
Dungannon Community Trust Revenue Fund	20,067	(15,000)	-
EFC Conference	-	(3,727)	-
Energia Crighshane Community Benefit Fund	-	(500)	-
Foundations for Peace	-	(11,540)	-
JRCT	-	(1,727)	-
Human Rights Endowment Fund	-	-	(8,504)
Human Rights Revenue Fund	-	(124,501)	-
Local giving	-	16,781	-
Magilligan Fund	-	(450)	-
McCall Fund	-	20,000	(20,000)
McKibbin Fund	-	(374)	-
Mike Moloney Fund	-	(769)	-
Murlough Fund	-	-	20,000
New Beginnings Fund	-	(571)	-
Older People's Endowment Fund	-	-	(78,283)
Older People's Revenue Fund	65,236	-	-
One Small Step Endowment Fund	-	-	(23,776)
One Small Step Revenue Fund	19,813	-	-
Patron's Fund	-	-	(141)
Pears Fund	-	(25,000)	-
Public Health Agency	-	(7,145)	-
Raj Darshna Fund	-	-	(144)
Transfers carried forward to next page	698,365	(136,213)	(678,763)

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

Transfers between funds continued

Transfers carried forward from previous page	698,365	(136,213)	(678,763)
RJ Hunter Endowment Fund	-	-	(3,260)
Social Justice Small Grants	-	129,367	-
Staff Trustees Endowment Fund	-	-	(6,017)
Staff Trustees Revenue Fund	5,014	-	-
Telecommunity Endowment Fund	-	-	(62,557)
Telecommunity Revenue Fund	-	52,131	-
The Fulton Fund for Destitute Asylum Seekers	8,250	(3,250)	-
Thomas Devlin Endowment Fund	-	-	(8,386)
Thomas Devlin Revenue Fund	-	6,464	-
Ulster Bank Sir George Quigley Award	-	-	(390)
Ulster People's College	-	-	(19,954)
Ulster People's College Revenue Fund	-	19,298	-
Women's Endowment Fund	-	-	(722)
Women's Revenue Fund	-	(490)	-
Youthbank Comic Relief	-	(10)	-
Youthbank (CS Mott Foundation)	1,113	10	-
Totals	712,742	67,307	(780,049)

9. Tangible fixed assets

	Freehold land & buildings £	Fixtures & fittings £	Computer equipment £	Total £
Cost				
At 1 April 2017	148,619	187,726	190,599	526,944
Additions	-	698	3,905	4,603
Disposals	-	-	(640)	(640)
At 31 March 2018	<u>148,619</u>	<u>188,424</u>	<u>193,864</u>	<u>530,907</u>
Accumulated depreciation				
At 1 April 2017	56,219	151,184	186,802	394,205
Charge for the year	2,800	11,045	3,247	17,092
Depreciation eliminated on disposal	-	-	(440)	(440)
At 31 March 2018	<u>59,019</u>	<u>162,229</u>	<u>189,609</u>	<u>410,857</u>
Net book value				
At 31 March 2018	<u>89,600</u>	<u>26,195</u>	<u>4,255</u>	<u>120,050</u>
At 31 March 2017	<u>92,400</u>	<u>36,542</u>	<u>3,797</u>	<u>132,739</u>

The net book value of land and buildings is analysed as follows:

	£
Carlisle Road, Londonderry	89,600
	<u>89,600</u>

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

10. Investments

	Listed Investments £	Charity bank investment £	Cash £	Deposit accounts £	Total £
Market value					
At 1 April 2017	13,205,138	500,000	1,782,570	211,483	15,699,191
Additions	3,566,840	-	-	121,930	3,688,770
Disposals	(2,946,994)	-	-	-	(2,946,994)
Net increase in investments held as cash	-	-	108,452	-	108,452
Net gain on investment assets	29,608	(250,000)	-	-	(220,392)
At 31 March 2018	13,854,592	250,000	1,891,022	333,413	16,329,027

Investments at market value comprise:

	2018 £	2017 £
UK unit and investment trusts	3,426,475	2,596,256
UK equities	2,013,552	2,431,676
Overseas unit and investment trusts	686,869	2,172,748
Overseas Direct Equities	5,434,905	3,650,814
GILTS	1,731,422	2,242,839
UK Direct Corporate Bonds	107,334	110,805
Overseas Direct Fixed Income	460,183	-
Charity Bank Shares	250,000	500,000
Investments held as cash	1,884,874	1,782,570
UK long term deposit accounts	333,413	211,483
	16,329,027	15,699,191

Historical cost at 31 March 2018

	2018 £	2017 £
Shares	13,052,691	11,810,615
Deposits	1,854,765	1,754,796
Charity bank	500,000	500,000
Cash	333,413	211,483
	15,740,869	14,276,894

11. Debtors

	2018 £	2017 £
Programme funding receivable	430,262	337,735
Prepayments	14,505	19,754
Other debtors	-	5
	444,767	357,494

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

12. Creditors: amounts falling due within one year

	2018	2017
	£	£
Accruals	45,655	51,206
Programme funding received in advance	477,078	201,498
Trade creditors	29,420	47,249
Other taxation and social security	20,946	21,933
	<u>573,099</u>	<u>321,886</u>

13. Reconciliation of net movement in funds to net cash flow from operating activities

Cash generated from operating activities:

	2018	2017
	£	£
Net incoming resources	1,086,170	1,154,446
Adjustments for:		
Investment Income	(315,469)	(349,878)
Depreciation of tangible fixed assets	17,092	21,595
Impairment of tangible fixed assets	-	-
Movements in working Capital:		
Decrease/(Increase) in debtors	(87,273)	96,952
(Decrease)/Increase in creditors	251,213	(163,793)
Increase/(decrease) in provisions	-	-
	<u>951,733</u>	<u>759,322</u>

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

14. Fund balances

	At 1 April 2017 £	Incoming resources £	Outgoing resources £	Transfers £	Investment gains/ (losses) £	At 31 March 2018 £
Restricted Funds						
Acorn Fund Legacy Project	47,521	69,357	(101,601)	12,740	-	28,017
Building Change Trust	51,056	184,803	(185,327)	-	-	50,532
Comic Relief/Sport Relief	17,187	56,519	(24,400)	(1,075)	-	48,231
Community Infrastructure	121,641	-	(51,541)	-	-	70,100
Community Cash	5,478	50,000	(49,399)	1,075	-	7,154
Global Learning Project	142,740	-	(125,290)	-	-	17,450
Hope for More Foundation	14,750	-	-	-	-	14,750
Human Rights Fund Project	80,960	-	(65,594)	-	-	15,366
Human Rights Revenue Fund	1,001,361	985,180	(721,877)	(124,501)	-	1,140,163
Pears Foundation Philanthropy Project	25,000	-	-	(25,000)	-	-
Space and Place Programme	481,864	5,558,897	(4,672,188)	-	-	1,368,573
The Paul Hamlyn Foundation	7,476	-	8,860	(12,740)	-	3,596
Ulster Bank Community Impact Fund	2,902	-	2,000	-	-	4,902
Youthbank (Mott Foundation)	62,421	50,083	(95,557)	5,277	-	22,224
Other	373,550	1,176,717	(1,247,241)	211,531	-	514,557
Total restricted funds	2,435,907	8,131,556	(7,329,155)	67,307	-	3,305,615
Unrestricted Funds						
Other	70,425	152,699	(642,215)	708,589	-	289,498
Designated Funds	160,770	-	-	4,153	-	164,923
	231,195	152,699	(642,215)	712,742	-	454,421
Capital Endowment Funds	15,377,117	797,786	(24,501)	(780,049)	(220,392)	15,149,961
Total	18,044,219	9,082,041	(7,995,871)	-	(220,392)	18,909,997

Designated funds - Termination of employment

This fund is intended to provide for the redundancy costs which the Foundation would incur if there was a significant decrease in the level of its funding and as a result, any of the existing staff who are presently employed on time limited contracts were made redundant at or before the expiry of their contracts.

15. Analysis of fund balances

	Unrestricted funds £	Restricted funds £	Capital Endowment funds £	Total £
At 1 April 2017	231,195	2,435,907	15,377,117	18,044,219
Surplus/(deficit) for the year	(489,516)	802,401	773,285	1,086,170
Transfers	712,742	67,307	(780,049)	-
Net gain/(loss) on investments	-	-	(220,392)	(220,392)
At 31 March 2018	454,421	3,305,615	15,149,961	18,909,997

Represented by:-

Tangible fixed assets	-	-	120,050	120,050
Investments	552,016	747,100	15,029,911	16,329,027
Current assets	52,312	2,981,707	-	3,034,019
Current liabilities	(149,907)	(423,192)	-	(573,099)
At 31 March 2018	454,421	3,305,615	15,149,961	18,909,997

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

16. Reserves

	£
At 1 April 2017	18,044,219
Surplus for the year	865,778
At 31 March 2018	<u>18,909,997</u>

17. Pension Scheme

The Foundation contributes to a defined contribution pension scheme, the assets of which are held separately to those of the Foundation, in independently administered funds. The pension charge represents contributions by the Foundation to the fund during the year. There were no outstanding contributions at 31 March 2018.

18. Contingencies

Grants

Under the terms of certain grants, a liability may arise to repay in whole or in part grants received if certain conditions in the grant agreement are not complied with. In the opinion of the Trustees the terms of all letters of offer have been complied with and a liability is not expected to arise.

19. Commitments

Grant offers

The Foundation's contractual obligations arising through offers of grants made in respect of which either the acceptance period had not lapsed or the conditions had not been fulfilled at the year end are as follows:-

	2018 £	2017 £
Grant offers	<u>7,071,775</u>	<u>10,940,317</u>

At 31 March 2018 the Foundation was committed to making the following payments under non-cancellable operating leases as follows:

	2018 £	2017 £
Within one year	21,339	21,339
Between two and five years	-	-
In over five years	-	-

20. Post balance sheet event

There were no post balance sheet events for the year ended 31st March 2018

21. Related party transactions

There were no related party transactions that fall to be disclosed.

22. Legal status

The Community Foundation for Northern Ireland is a Charitable Trust established under Section 10 of the Charities Act (Northern Ireland) 1964.

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

23. Analysis of Programme Development and Support Costs

	2018	2017
	£	£
Conferences and seminars	140,942	50,110
Training	9,554	5,655
Training for mentors	278	-
Travel and subsistence	43,038	45,616
Evaluation	14,250	14,250
Research	29,435	8,330
Assessment and verification	3,530	1,140
Consultancy and technical support	60,889	219,231
Facilitation, mentoring & support	18,677	6,271
Wages and salaries	739,978	769,088
Employers' social security	65,214	69,631
Pension	43,018	45,030
Childcare vouchers	4,634	5,973
Temporary staff	-	400
Employee leave	(9,697)	(3,314)
Redundancy payments	6,971	15,887
Rent	22,293	13,226
Water charges	413	200
Advertising	1,855	3,430
Insurance	17,925	29,237
Heat & light	3,511	3,313
Licenses & membership	14,014	17,848
Subscriptions	879	965
Staff training	2,786	5,856
Hospitality	1,842	1,891
Printing & publications	4,286	10,168
Postage	1,848	3,608
Stationery	8,485	7,997
Telephone	12,520	11,361
Repairs & maintenance	544	7,778
Cleaning	1,892	2,213
Building services charge	40,880	36,498
Health and Safety	264	391
IT Support & maintenance	15,686	15,976
Sundry expenses	1,081	780
Communications & marketing	13,924	4,622
Professional & legal fees	17,811	32,219
Audit	9,247	2,989
Equipment hire	2,347	2,074
Depreciation charge	17,092	21,595
Foreign exchange	-	(27)
Bank interest & charges	1,798	1,191
Small equipment	552	558
Hub Development (YBI)	4,413	8,567
Payroll services	390	-
Donations paid	3,050	-
	<u>1,394,339</u>	<u>1,499,822</u>

Analysis of Governance Costs

	2018	2017
	£	£
Conference & travel costs	2,259	807
Professional & consultancy fees	5,349	5,573
Hospitality	-	39
External audit	6,000	6,600
Internal audit	-	3,996
	<u>13,608</u>	<u>17,015</u>

THE COMMUNITY FOUNDATION FOR NORTHERN IRELAND
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

Analysis of Fundraising Costs

	2018 £	2017 £
Fundraising	3,070	-
Salary costs	118,761	137,427
Conferences and seminars	14,695	9,042
Travel and subsistence	7,740	12,337
Licenses & membership	1,338	834
Subscriptions	500	250
Staff Training	-	25
Hospitality	420	85
Printing & publications	3,761	6,266
Postage, Stationery & Telephone	253	685
Communications & marketing	11,780	6,945
Building services charge	2,156	1,358
Consultancy	25,900	30,734
Contractuals	-	5,000
Advertising	162	590
IT Support	2,660	778
Sundry	185	32
Bank interest & charges	92	185
Small equipment	172	100
Professional & legal fees	184	1,260
Research	1,715	-
Facilitation	19	-
Rent and Rates	7,437	-
Telephone	1,476	-
Stationery	1,738	-
Insurance	1,926	-
Repairs	2,397	-
Payroll	42	-
Audit	914	-
Investment Management Costs	24,111	21,221
	<u>235,604</u>	<u>235,154</u>