

Goodwin Development Trust
Report and Financial Statements

Year Ended 31st March 2009

Charity number: 1098520

Company number: 4454814

Goodwin Development Trust

Report of the trustees for the year ended 31st March 2009

The trustees are pleased to present their report together with the financial statements of the charity for the year ending 31st March 2009.

Reference and administrative details

<u>Charity Number:</u>	1098520	<u>Company Number:</u>	4454814
<u>Principal Office:</u>	Goodwin Centre, Icehouse Road, Hull, HU3 2HQ		
Auditors	Rackham's	Melton Court, Gibson Lane, Melton, East Yorkshire, HU14 3HH	
Bankers	Co-operative Bank	22 Alfred Gelder Street, Hull, HU2 2BS	
Solicitors	Harland Turnbull & Roberts	Shackles Chambers, 7 Land Of Green Ginger, Hull, HU1 2ED	
Solicitors	Anthony Collins	St Phillips Gate, 5 Waterloo Street, Birmingham, B2 5PG	
VAT Advisors	Deloitte	1 City Square, Leeds	
Chartered Surveyor	Simon Blood	Hesslewood Hall, Ferriby Road, Hessle, HU13 0LH	
Quantity Surveyor	Westray Keith Phelps	Hull Business Centre, Guildhall Road, Hull, HU1 1JJ	
Insurance Broker	Rixons Matthews & Appleyard	Henry Boot Way, Priory Park East, Hessle, HU14 7DY	
Investment Advisors	Fortis Private Investment Management	5 Aldermanbury Square, London, EC2V 7HR	

Directors and Trustees

The directors of the charitable company (the charity) are its trustees for the purpose of charity law and throughout this report are collectively referred to as the trustees.

The trustees serving during the year and since the year end were as follows:

S. Spandler (Chair)	S. Igoe
T. Dearing (Vice-Chair)	J. Chearman
P. Moody	P. Noble
S. Owst)	

Secretary: M. Clark

Chief Executive Officer: P. McGurn

Structure, Governance and Management

Governing Document

The Goodwin Development Trust is a company limited by guarantee. It has no share capital and is a charity registered with the Charity Commission. The guarantee of each member is £1. The governing document is the Memorandum and Articles of Association of the company and members of the Board of Trustees are the Members and Directors of the Company.

Business Names

During the year the company changed its name from Goodwin Development Trust Limited to Goodwin Development Trust.

As well as the Goodwin Development Trust, the charity conducts business under the following business names:-

Fenchurch Street Children's Centre
The Clock House Nursery
Hull Community Wardens
West Hull Community Transport
Goodwin Learn Direct
Goodwin Doula Project
HandyVans

Marvell & Octagon Children's Centre
The Octagon Nursery
Hull Ambassadors
Hull Community Wardens
Goodwin UK On-line
The Octagon
Neighbourhood Resource Centre

Organisation

The organisation's decision-making body is the Board of Directors that meets on a monthly basis on the second Tuesday of each month. The Articles allow for a maximum of 11 Directors, 7 of whom have to be residents of the Thornton Estate (known as resident directors) and 4 others (known as partner directors).

There are also five sub-boards, each of which are chaired by a Director from the main Board and have a senior staff member as support. These sub-boards cover the main areas of Goodwin's business and future developments and all have their own Terms of Reference. They are:-

Sub Board	Chair
Employment, Enterprise & Training	Sharon Igoe
Children & Young People	Steve Owst
Health, Social Care & Well being	Pat Noble
Safer Stronger Communities	June Chearman
Corporate Services & Finance	Tony Dearing

Additionally as contracting body for 2 Children's Centre Programmes with Kingston-Upon-Hull City Council, Goodwin has partnership boards involving many agencies which also have reports fed into the main board.

Reports appertaining to project progress are taken to the appropriate sub-board and details recorded in the minutes. All sub-board minutes are supplied to directors at the following Board meeting.

All key, strategic decisions are taken by the full board of directors. On some occasions, in view of the nature of the decisions to be taken, the Board takes advice from professional firms so that appropriate conclusions can be reached (as listed on page 2).

During the year our external auditor, VAT advisors, various property advisors and charity law advisors have been consulted.

Delegated authority is given to staff where decisions are deemed operational, nonetheless relevant decisions get reported to Trustees via the sub-committee process.

Appointment of Trustees

Resident directors are elected on a rolling 3 year basis by residents of the Thornton area. Nominations have to be supplied to the charity three weeks before the election is due to take place. Partner directors are elected for a 1 year term by the resident directors. As at the year end 6 resident directors and 1 partner director were in post.

Trustee Training

Prospective Trustees are given the opportunity to attend the main board for a number of months (there is no definitive number) so that they can judge the level of commitment required and if they feel comfortable with the responsibilities that come with being a charity trustee.

Once a Trustee is confirmed, a formal induction is carried out staged over a period of months. This covers: - legal obligations, finance, Goodwin history & ethos along with meetings with all senior managers to discuss differing work areas. All trustees are supplied with appropriate IT and access to the internet at home.

Subsidiary Company

Goodwin Community Trading Limited is a wholly owned company of the charity. The Articles of Association provide for five directors, three being directors of the charity and two independent directors. Currently the board comprises three directors in total, two of whom are Goodwin Development Trust directors and an independent director, Steve Alltoft who is Chief Executive Officer of PROBE Ltd. The minutes of each board meeting are taken to the main board of Goodwin Development Trust.

Risk Management

The trustees have conducted a review of the major risks to which the charity is exposed and systems have been established to mitigate those risks. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

Additionally every 2 years the trustees and senior management team undertake a complete strategic review of the organisation, which is facilitated by a regional sectoral champion.

Objectives, activities and achievements

Goodwin Development Trust's main objective is to improve the quality of life of the residents of Hull and surrounding areas. The trustees recognise their obligation demonstrate the public benefit of the charity. The charity delivers public benefit by operating projects across a broad spectrum of social interventions which can be incorporated into four main themes;

Safer, Stronger Communities
Health & Social Care Service Provision
Children & Young People's Services
Enterprise, Employment & Training

The key projects, their main focus within the theme groups, notable activities and achievements for the financial year 2008/09 as delivered under each of the theme group categories are outlined below.

Safer, Stronger Communities – Community Services

Over the year ending March 2009 the Safer, Stronger theme has focused on a number of wide ranging aims.

The Community Wardens Service has maintained an excellent level of service as well as responding to community issues including new focuses of truancy, worklessness and expanding volunteer opportunities and developing the partnerships with NHS (Hull) and the Area Teams have taken priority.

In order to help foster stronger communities the service has worked hard to encourage and positive relationships between people of different backgrounds and support to cultural integration. The service has sought to provide pathways support to reduce re-offending, increase offender employment and reduce the financial burden of offenders on the community. The Preventing Reoffending Project (PRP) funded through Yorkshire Forward aims to provide a conduit for offenders at sentence to access support provision to address offending behaviour.

The Safer and Stronger theme has used a number of strategies to achieve its aims and objectives. Within the Warden Service, a number of initiatives have been effectively employed including Smoking cessation, signposting to worklessness agencies and Encams environmental surveys. The Wardens have also continued to support those still affected by the floods. Relationships with a large number of partnership organisations have gone from strength to strength, with the number of organisations requiring support and the growing number of referrals coming into the One Stop Shops.

The wardens service's ability to facilitate stronger communities through community cohesion has been facilitated by information desks providing specific advice and support to residents from any nationality. With regards to safer communities and reducing the financial burden of offenders on the community the service has formed robust multi-agency partnerships with the Community Justice Court (CJC), Humberside Police, Humberside Probation Trust and the Her Majesties Prison Service, offering one to one mentoring to offenders for up to 9 months after release.

The service has strived to remain flexible and client focussed and continues to be well received by residents in local communities. The STAR project has also been formed to provide support to a network of Tenant and Resident organisations.

It has been a successful year for Safer and Stronger Communities which has seen a marked improvement in the communities it serves. The main achievements can be seen below:

- 33,195 visitors to Warden Shops
- 10,928 pieces of graffiti removed
- 18, 236 vulnerable resident visits
- 3,667 Young people registered in warden activities

- Festival of Culture which was attended by over 500 people
- 3,289 individuals engaged by the community cohesion service
- Residents from 38 different nationalities supported
- 352 individuals receiving English lessons
- Over 100 volunteers supported
- Partnership with Royal British Legion presented to their National Conference as a Beacon project
- RBL Wardens exceeded their key objectives in almost all outputs.
- CJC project regarded as an example of best practice
- Handyvan service passed RBL Poppy Calls evaluation
- Handyvan exceeded all SLA requirements, and supported 2,183 residents.
- Development of a language and translation service

During the forthcoming year. the Warden Service will look to secure a new long term contract with funding bodies, and develop its relationship with NHS Hull. The service will look to engage the community by taking on more work placements and increasing its volunteer Warden quota. The PRP project is in its early stages but already looking at future areas of expansion and will build relationships with a number of organisations in order to pave the way for sustainable growth of this service. Partnerships with the Probation Service and HMP Hull will be key to further progress.

The CJC project has already obtained an expansion and continuation of its funding but will be looking to secure yet more funding beyond this. The Community Cohesion project will expand the client base, develop stronger relationships with key partners and deliver specific projects including the Hull World Cup. The Language and Translation Service will be consolidated and work towards financial stability. STAR will continue to develop its client base and further develop the relationship with the Community Participation Team.

Health, Social Care & Well-being Provision

The key strategic aim for the Health and Wellbeing theme has been to continue to highlight and develop Goodwin Development Trust's expertise in this field, both externally and internally, with a view to being recognised as a reputable provider of services that could extend and add value to traditional providers of such services and thus secure further contracts that delivered against new Primary Care Trust (PCT) and Hull City Council objectives.

The theme's objectives for the year end March 2009 were:

- To promote existing work and seek national recognition
- To work towards bringing areas of service delivery into the Health and Wellbeing theme
- To build on contracts that delivered against a public health agenda and to respond to consultations, developments / pilots within the local authority that would focus on the needs of older and vulnerable people in the city.
- To focus activity on empowering local people and providing them with information to enable them to take part in local activities that might begin to change patterns of behaviour that effect long term health conditions
- To demonstrate ways in which the development of social capital could be shown to benefit individuals, the wider population and public sector agencies

Through this activity the organisation sought to achieve greater access to members of local communities and especially to share new information with those people who were harder to reach specifically around healthy lifestyles and their attitudes to health and wellbeing. The service strived to ensure that its work was valued and influenced decision making on the part of the people we were working with.

Over the year the Health, Social Care & Well-being theme has maintained high standards in service delivery and achieved significant recognition from the Department Of Health for the Doula service, as

well as local recognition of the Doula project resulting in mainstream funding for the next three – five years.

Despite significant staffing challenges the service has exceeded against targets set by Altogether Better for the Healthwise contract,. This has been recognised and a further project has been secured that builds on the knowledge gained from empowering members of local communities.

The theme has responded quickly and efficiently to a number of small PCT funded contracts and worked closely with the Safer Stronger Communities theme through the Community Wardens to deliver against a research project for NHS Hull Membership and Smoking Cessation pilot in the North. In addition, it has delivered small Local Authority funded pieces of activity for older and/or vulnerable people again using the Community Wardens and Befrienders i.e. the slipper campaign and the shop and drop pilot in Longhill.

Our Strategy for recognition has been successful. Goodwin Development Trusts is now a member of the Health and Wellbeing Strategic Delivery Partnership, the Older and Vulnerable People's task group (a sub group of the H&W SDP) and has had significant representation at local and regional Smoking Cessation partnership boards as well as representation at World Class Commissioning partnership boards. The service has worked within these partnerships to provide access to members of the local community for consultation purposes and have contributed to strategy document preparation in a variety of ways.

The work in this field is now well recognised and has allowed the theme to respond to larger contractual opportunities that will in turn begin to address the sustainability of the Health and Wellbeing theme.

The aims for the next financial year will be significant and challenging after two years of 'investment' into the health and wellbeing theme activity it will be necessary to demonstrate some significant return.

The political climate is such that there is recognition of the part the third sector has to play in the shared delivery of public health and care services and strategy from the centre is pushing in our direction, however the volatile position of the financial and political structures may result in uncertainty and delayed decision making regarding commissioning and decision making for reshaped service provision.

During the forthcoming year the service will continue to work in partnership with commissioners and to have our increased expertise in the delivery of health and wellbeing recognised and trusted with a view to being part of reshaped service delivery in the future. This will involve some considerable restructure of the way the delivery of services is managed in this area and will require Care Quality Commission registration so as to respond to future tenders.

A strategy will be developed internally that will allow for a future income mix for the services provided through this theme, taking into account the longer term cross party aims for people accessing traditional care management to have the choice of personalised budgets which will allow people to purchase services independently and may result in a reduction in block contracts for services such as the Handy Van service.

The Transformation agenda will be addressed and new areas of service delivery considered such as advocacy, brokerage for those with personal budgets and person centred care planning. The service will work hard to maintain our existing workforce, especially those staff who are effected by the retendered wardens contract as well as to further develop the skills and knowledge of existing staff delivering against public health initiatives. All changes will be addressed in a in a positive and optimistic way.

Children & Young People's Services

The overarching aim for the financial year ending 2009 was to bring together the Children's Centres, Extended Services and Youth services to create a strong collective identity that would be underpinned by Restorative Practice principles.

The theme's objectives for the year end March 2009 were:

- To meet the requirements of the new Hull City Council contract with Goodwin Development Trust for locality arrangements for Children's Centres and Extended Services in Riverside and Wyke.
- Develop a unified Locality approach to development and delivery of Children's Centre services that also recognised the mixed models and the emerging 3rd phase centre.
- To secure funding and introduce robust structures for youth service delivery that ensures Goodwin youth services are fit to deliver commissioned services through the Children's Trust from April 2009.
- To embed Restorative Practice principles and methods across the C&YP theme and to support the embedding of RP across Goodwin.
- To support and shape Citywide Children's Centres and Extended Services strategy in partnership with Hull City Council and Hull PCT primarily.

There has been significant progress made throughout the year in terms of Children's Centres and Extended Services objectives from a locality and a citywide strategic perspective. Operationally, services for children and families have become increasingly co-ordinated. The locality approach avoids duplication, develops strong partnership work and allows individual centres to develop specific areas of expertise for the benefit of the locality. Reach figures set by the Local Authority have been achieved for 2008-2009 and the Centres are on target for the next financial year. The 3rd phase Children's Centre is on target and will increase access to services through a 6th Children's Centre in the locality.

The youth services have faced a challenging period with significant staff changes. There are now clear plans in place for the restructuring of this team and funding for NEETS, 14- 16 year olds alternative learning, and Children's Fund out of school and holiday provision is secure to 2011.

Restorative Practice has been successfully embedded through the Childrens & Young People theme. All staff are trained in Restorative Practice. Staff and team meetings begin with a circle which is building relationships through sharing of information and aspirations. Restorative Conference circles have been used to great effect to address issues. Staff confidence is growing and RP champions identified to help roll this way of working out to the rest of the organisation.

There has been a strategic 'joining up' of partnership planning and delivery that meets the targets and outcomes and fosters innovative practice. This has supported and shaped the citywide strategy and while ongoing there has been real forward momentum.

C&YP as a theme is now in a strong position to meet the challenges and opportunities ahead in the financial year 2009-2010. These include the move from shadow to full Children's Trust status in Hull; a development that has should impact on the youth delivery in particular. The budgets allocations are fixed for Children's Centres to March 2011 and these remain stable for Marvell and Octagon. The 3rd phase Children's Centre in Wyke has some impact on the Fenchurch budget although close partnership work across the locality will negate this.

The theme's key priorities for the upcoming financial year are:

- Commissioned delivery of youth services through the new Children's Trust arrangements to improve outcomes for young people in the Riverside and Wyke locality; adding value to the Extended services core offer.

- A proven track record in delivering alternative education programmes (Smart Moves – 14- 16 years) and Not in Employment, Education or Training programmes (NEET's 16 – 19 years) with contracts in place to deliver to March 2012.
- Children's Centres working towards and achieving an Outstanding OFSTED grading both within the day-care and the new OFSTED framework for Children's Centres (due September 2009).
- The redevelopment of the Octagon Fitness Centre through the Collocation Capital project.
- Exciting cross cutting work across Goodwin themes:
- Development of an NVQ in early years and family support that with the potential to set up supply staff opportunities for other Children's Centres.
- Commissioned to deliver against the obesity strategy through the PCT.
- Planning for 2011-2012 when the current round of Children's Centre funding ends.

Employment, Enterprise & Training

The principle aim over the financial year was to create a single Employment, Enterprise and Training delivery theme – unifying staff, promoting interconnected services to clients and driving up contract delivery. The objectives were simply to:

- Develop a cohesive Training service – providing a needs responsive pathway for all clients
- Secure, launch and deliver a new Enterprise focus – supporting new business start up, sustaining Third Sector organisations and providing practice support to local businesses to enable them to prosper
- Ensure synergy between the Training and Enterprise services and provide added value in supporting the Stronger Safer Communities, Health and Wellbeing and Children and young People theme areas.

Throughout the year the Enterprise, Employment & Training theme has made significant progress against these objectives, particularly when set against the unanticipated economic downturn that has perversely created opportunity for the theme area:

- The Training Service has successfully delivered existing contracts, and on the back of this won more business which has reflected on the overall financial performance of the theme area. Further we have had to invest in additional staff resources to reflect this but also provide support to existing staff who have worked extremely hard in managing significant increases in learner volumes.
- The Enterprise Service suffered through significant delays in reaching contractual terms with prime funders. However the last 6 months have seen significant advances in the service and by the end of the financial year a full staff team has been appointed to drive up and sustain the service.
- Increased client volumes, additional contracted provision and the appointment of new staff members has been really challenging for the EET theme. However the deployment of new structures at the end of the financial year will ensure that we are in a position to react to opportunities, drive up client expectations and ensure that staff are fully supported.

The next financial year will again be challenging yet rewarding such that our aim is to invest in our service infrastructure: buildings, IT, staff and essentially Quality Assurance marks.

Our objectives are:

- Secure additional premises to increase delivery potential
- Invest significantly in our workforce through supporting ongoing professional development

- Maintain existing Quality marks but attain Customer First and SFEDI accreditation
- Continue to develop and deliver highly effective, customer focused services to those affected by the economic down turn – principally through training, enterprise and employability support

Goodwin Community Trading Limited

Goodwin Community Trading Ltd produced a turnover of £1.4m during 08/09 (2007/08 - £1.2m) and an operating loss of £16,000 (2007/08 - £32,000 profit).

The loss has been generated through operation of the Octagon Fitness Centre, which has not generated the level of income from memberships to cover its running costs. However, Goodwin Club sales indicate that the facility has again improved on the previous year.

The Neighbourhood Resource Centre, funded by the Department for Communities and Local Government, produced a break-even situation as expected, as did the Humberside Sports Partnership which is a funded project hosted by the company on a non-profit basis.

Financial Review

The year ending 31 March 2009 has produced another sound set of financial results.

Whilst resources expended on restricted funds have exceeded the incoming resources, this has primarily been the result of depreciation charges. As the trust has not made any significant grant funded asset acquisitions during the year, income is not included in respect of restricted asset purchases. However the depreciation on those assets brought forward has been charged resulting in a restricted fund movement from £10.7m to £10.4m.

Overall the group has continued to deliver successfully on of both commercial and public sector contracts. As a result, the trust has managed to invest in charitable projects whilst maintaining an increase its unrestricted reserves by £0.1m to £1.6m during this financial year.

Reserves Policy

Cash flow will always be an area for financial management given that the majority of assets held by the group have been financed through charitable income and as a result cannot be used for bank borrowing. The group is heavily reliant on the timely cash receipts from outside organisations in order to manage the payment of employees and its creditors.

The group continues to work with all of its partners to mitigate some of the risks that ensue to the group cash position from such market conditions. In addition an overdraft facility has been negotiated with our bankers to assist with any short-term cash flow issues. During this financial year cash flows have remained positive. The overdraft facility was not required during the year.

It is the policy of Goodwin Development Trust to maintain sufficient unrestricted reserves that are adequate for its working capital needs and to enable the company to address both foreseen and unforeseen circumstances, such as budget variances and fluctuations, growth in demand for the services it provides, any changes in charitable income it receives, and replacement of any fixed assets as they wear out.

Plans For Future Periods

Across the organisation the mainstreaming agenda remains the prime focus of sustaining and growing our service development but we will continue to research, develop and implement new, innovative services that add value to our organisational aims and objectives. Over the next twelve months we will focus on:

Stronger, Safer Communities – securing continuation of the community warden's contract, developing and expanding the Preventing Reoffending project, and development of the community cohesion work.

Children & Young People – becoming a valued provider of youth services, achieve outstanding OFSTED results, and redevelopment of the Octagon Fitness Centre.

Health & Wellbeing –address the transformation agenda and new areas of service delivery considered such as advocacy, brokerage for those with personal budgets and person centred care planning..

Employment, Enterprise and Training – to continue to provide a portfolio of services and strive to relocate them within a new central training facility.

Trustees' responsibilities in relation to the financial statements

Company law requires the trustees to prepare financial statements that give a true and fair view of the state of affairs of the charity at the end of the financial year and of its surplus or deficit for the financial year. In doing so, the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Make sound judgements and estimates that are reasonable and prudent; and
- Prepare the financial statements on the going concern basis unless it is not appropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enables them to ensure that the financial statements comply with the relevant Companies Act 1985. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

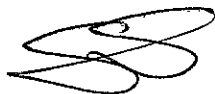
In accordance with company law, as the company's directors, we certify that:

- so far as we are aware, there is no relevant audit information of which the company's auditors are unaware; and
- as directors of the company we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditors

A resolution will be proposed at the Annual General Meeting that Rackham's be re-appointed as auditors to the charity for the ensuing year.

By order of the trustees



S Spandler

Chairman

10 November 2009

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF GOODWIN DEVELOPMENT TRUST

We have audited the financial statements of Goodwin Development Trust for the year ended 31st March 2009 on pages fifteen to twenty seven. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charitable company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

The trustees' (who are also the directors of the charitable company for the purposes of company law) responsibilities for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out on pages three to four.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985 and whether the information given in the Report of the Trustees is consistent with the financial statements.

We also report to you if, in our opinion, the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and other transactions is not disclosed.

We read the Report of the Trustees and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs as at 31st March 2009 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the Trustees is consistent with the financial statements.



RACKHAM'S
Registered Auditor
Chartered Certified Accountants
Melton Court
Gibson Lane
Melton
East Yorkshire
HU14 3HH

Date: 10 November 2009

Goodwin Development Trust Consolidated Statement of Financial Activities (including income and expenditure account) year ending 31st March 2009

		Restricted Funds 2009 £000s	Unrestricted Funds 2009 £000s	Total Funds 2009 £000s	Total Funds 2008 £000s
	Note				
Incoming resources					
Voluntary Income	5	4,495	0	4,495	5,660
Income From Charitable Activities	6	153	2,849	3,002	2,253
Fund Raising Activities	7	33	1,216	1,249	1,074
Commercial Trading Operations	-	0	1,220	1,220	1,082
Bank Interest Received	-	0	31	31	21
Total incoming resources		4,682	5,316	9,998	10,090
Resources expended					
Charitable Activities	8	5,023	3,134	8,157	6,870
Cost Of Goods Sold	9	0	1,877	1,877	1,601
Investments		0	15	15	
Governance Costs	10	0	162	162	166
Total resources expended		5,023	5,188	10,212	8,637
Net movement of funds in year		(341)	127	(214)	1,453
Reconciliation of funds					
Total Funds brought forward	23	10,749	1,443	12,192	10,661
Donated investments	23	-	-	-	78
Gross transfers between funds	23	2	(2)	-	-
Total funds carried forward		10,410	1,568	11,978	12,192

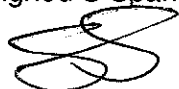
The statement of financial activities includes all gains and losses recognised during the year. All incoming resources and resources expended derive from continuing activities.

Goodwin Development Trust Consolidated Balance Sheet as at 31st March 2009

	Note	Group 2009 £000s	Group 2008 £000s	Charity 2009 £000s	Charity 2008 £000s
Fixed assets					
Tangible Assets	15	11,399	11,486	11,182	11,254
Investments	17	55	79	55	78
		<u>11,454</u>	<u>11,565</u>	<u>11,236</u>	<u>11,332</u>
Current assets					
Stock	18	1	2	-	-
Debtors	19	1,455	1,391	1,181	1,525
Cash at Bank and in hand	-	1,390	382	1,267	262
Liabilities					
Creditors falling due within one year	20	(2,219)	(997)	(1,605)	(813)
Net Current Assets		<u>627</u>	<u>778</u>	<u>844</u>	<u>974</u>
Total assets less current liabilities		<u>12,081</u>	<u>12,343</u>	<u>12,081</u>	<u>12,306</u>
Creditors falling due after more than one year	21	(103)	(151)	(60)	(88)
Net Assets		<u>11,978</u>	<u>12,192</u>	<u>12,021</u>	<u>12,219</u>
The funds of the charity					
Restricted income Funds	23	10,410	10,749	10,408	10,747
Unrestricted income funds	23	1,568	1,443	1,613	1,471
Total charity funds		<u>11,978</u>	<u>12,192</u>	<u>12,021</u>	<u>12,218</u>

The notes at pages 21 to 30 from part of these accounts

Signed S Spandler



STUART SPANDLER, Chair of the trustees on behalf of the trustees
10 November 2009

**Goodwin Development Trust Consolidated Cash Flow Statement for the Year Ended
31st March 2009**

	Note	2009 £000s	2008 £000s
Net Movement of Funds In Year		(214)	1,453
Decrease/(Increase) in Debtors		(64)	378
(Increase)/Decrease in Stocks		1	(1)
(Increase)/Decrease in Investments		24	
(Decrease)/Increase in Creditors		1,174	(579)
Depreciation		311	318
Net Cash Inflow from Group Activities		1,232	1,569
Capital Additions	15	(237)	(1,431)
Capital Disposals	15	13	19
Increase/(Decrease) In Cash in Year		1,008	157
Reconciliation of Cash Flow to Movement in Net Debt			
Cash at Bank and in Hand at 1 April		382	225
Cash Inflow from Group Activities		1,008	157
Cash at Bank and in Hand 31 March		1,390	382

Notes to the accounts

1. Accounting Policies

(a) Basis of Preparation

The financial statements are prepared under the historical cost convention. The financial statements have been prepared in accordance with the Statement of Recommended Practice – Accounting and Reporting by Charities (SORP 2005) issued in March 2005, applicable accounting standards and the Companies Act 1985.

(b) Group financial statements

These financial statements consolidate the results of the charity and its wholly owned subsidiary Goodwin Community Trading Limited on a line by line basis. A separate statement of financial activities and income and expenditure and account are not presented for the charity itself following the exemptions offered by section 230 of the Companies Act 1987 and paragraph 397 of the SORP.

(c) Incoming Resources

Charitable, fundraising and voluntary income, including grants that provide core funding, are recognised when there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Income is only deferred there is a specification that a grant be used in future accounting period. No permanent endowments have been received in the period.

Income from commercial trading activities is recognised as earned (as the related goods and services are provided). Bank Interest is recognised on a receivable basis.

(d) Resources Expended

Expenditure is recognised when a liability is incurred in providing goods or services.

Expenditure on management and administration of the charity includes all expenditure not directly related to the charitable activity or fundraising ventures. This includes costs of renting and running office premises, staff salaries for administrative staff and audit fees.

(e) Tangible Fixed Assets

Depreciation is provided at the following rates on a reducing balance as follows

Asset	Annual Rate
Freehold Buildings	1%
Long Leasehold Buildings	1%
Motor Vehicles	25%
Equipment	15%
Computers	33.3%

Capital grants received are credited to a restricted fund against which the depreciation of the relevant asset will be charged.

(f) Funds Structure

The Trust has a number of restricted income funds to account for situations where funding must be spent on a particular purpose or where funds have been raised for a specific purpose. The funds held in each of these categories are disclosed in note 23.

(g) Pensions

Employees of the charity and its subsidiary are entitled to join the group stakeholder pension scheme which is operated by Norwich Union funded by contributions from employees and the charity as the employer. The assets of this scheme are held separately in an independently administered fund.

2. Legal status of the Trust

The Trust is company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

3. Financial activities of the charity

The financial activities shown in the consolidated statement includes those of the charity's wholly owned subsidiary Goodwin Community Trading Limited.

A summary of the financial activities undertaken by the charity is set out below:

	2009	2008
	£000s	£000s
Gross incoming resources	8,774	9,019
Total expenditure on charitable activities	(8,157)	(6,871)
Cost of goods sold	(637)	(560)
Investments	(15)	-
Governance costs	(162)	(166)
Net (outgoing)/incoming resources	(198)	1,422
Total funds brought forward	12,218	10,718
Donated Investments	-	78
Total Funds carried forward	12,021	12,218
Represented by:		
Restricted income funds	10,408	10,747
Unrestricted income funds	1,613	1,471
	12,021	12,218

4. Outgoing resources from activities for generating funds

The wholly owned trading subsidiary Goodwin Community Trading Limited is incorporated in the United Kingdom. Goodwin Community Trading Limited undertakes commercial operations and any funds generated are used to further the activities of the charitable group. The charity owns the entire share capital of 1 ordinary share of £1 value. A summary of the trading results is shown below:

	2009	2008
	£000s	£000s
Turnover	1,428	1,289
Interest Received	4	2
Cost of sales and administration costs	(1,448)	(1,259)
Net Profit/(Loss)	(16)	32
Balance brought forward	(25)	(57)
Amount retained in the subsidiary	(41)	(25)
The assets and liabilities of the subsidiary were:		
Fixed Assets	218	233
Current Assets	409	259
Current Liabilities	(624)	(454)
Creditors more than one year	(44)	(63)
Total net (liabilities)/assets	(41)	(25)
Aggregate share capital and reserves	(41)	(25)

5. Voluntary income

	2009	2008
	Total	Total
	£000s	£000s
European Regional Development Fund	484	2,037
European Social Fund	23	184
Neighbourhood Renewal Fund / Working Neighbourhood Fund	2,475	1,755
Kingston Upon Hull City Council	133	275
Sure Start	1,228	1,239
Children's Fund	50	92
Comic Relief	23	17
Nursery Transformation Fund	-	6
Nursery Two Year Old Pilot Scheme	8	48
Red Cross	9	-
NHS Hull	41	-
Youth Opportunities Fund	8	-
MORE: Preventing Reoffending	7	-
Hull Gateway	6	-
Housing Justice – Guide Neighbourhoods	-	7
	4,995	5,660

6. Income from charitable activities

	Restricted 2009 £000s	Unrestricted 2009 £000s	Total 2009 £000s	Total 2008 £000s
Contract Income	153	2,301	2,454	1,752
Learndirect and Training Fees	-	285	285	294
Transport Fares	-	263	263	197
Management Fees	-	-	-	10
	153	2,849	3,002	2,253

7. Fund raising activities

	Restricted Total £000s	Unrestricted Total £000s	Total 2009 £000s	Total 2008 £000s
Room Hire & Lease	4	552	556	522
Office Charges	-	8	8	-
Catering/Hospitality	3	206	209	227
Consultancy	-	124	124	14
Training	-	4	4	56
Donations	3	1	4	-
Nursery Fees	18	307	325	183
Other Fund Raising Activities	5	14	19	72
	33	1,216	1,249	1,074

8. Expenditure on Charitable Activities

	2009 Restricted £000s	2009 Unrestricted £000s	2009 Total £000s	2008 Total £000s
Thornton Youth Development	30	-	30	4
Dairy Coates Youth Development	107	-	107	51
New Yundum Goodwin Link	-	4	4	0
Art & Craft	3	-	3	1
Respect Award	1	-	1	-
Youth Opportunities Fund	1	-	1	-
Charitable Project Support Costs	-	304	304	119
Hull Community Wardens	1,150	1,357	2,507	3,059
Graffiti Removal Scheme	6	-	6	-
Red Cross	8	-	8	-
Hull Ambassadors	52	-	52	117
MORE: Preventing Reoffending	6	-	6	-
Comic Relief	23	-	23	17
Car Crime Reduction	-	-	-	2
Hull Fish Trades	47	-	47	15
Training	14	193	207	284
Gateway	6	-	6	-
ESF Social Fund	9	-	9	-
Surestart - Marvell & Octagon	620	-	620	603
Surestart - Fenchurch Street	485	-	485	705
Childrens Services	-	470	470	156
Job Centre Pilot	2	-	2	-
Doula - Early Years	149	-	149	61
Doula - Replica	-	-	-	-
Healthwise	105	-	105	1
Locality Pilot	32	-	32	-
Community Events	-	11	11	-
Hull Enterprise Project	1,677	-	1,677	-
Goodwin Link	-	-	-	16
Community Transport Provision	-	333	333	436
Animation Project	-	35	35	-
Learning Disability Advisor	26	-	26	-
Neighbourhood Employment Network	117	-	117	31
Community Garden	1	-	1	5
Oct Nursery	38	-	38	220
Neigh Mgt	39	-	39	104
Health & Well Being Team	-	71	71	-
Ed St	-	-	-	16
Youth Provision	-	40	40	-
Health, Well-being & Social Care	-	233	233	410
Social Capital	-	-	-	129
Tenants & Residents Advice	-	22	22	-
Guide Neighbourhoods	-	-	-	3
Fitness Centre	-	-	-	12
Handy vans	27	-	27	-
Depreciation	242	61	303	293
	5,023	3,134	8,157	6,870

9. Cost Of Goods Sold

These costs relate to the operation of the Goodwin Hospitality and Cafe and the trading operations of Goodwin Community Trading Limited.

10. Governance Costs

	2009	2008
	£000s	£000s
Administration Costs	113	110
Legal Fees	34	40
Auditors remuneration	5	7
Bank Charges	10	9
	162	166

11. Staff Costs

	2009	2008
	£000s	£000s
Salaries and wages	5,318	5,143
Social Security	454	451
Pension costs	60	53
	5,832	5,647

One employee had emoluments in excess of £60,000 (2008 – 1). This employee's emoluments were between £70,000 and £80,000.

12. Staff Numbers

The average number of employees (including casual and part time staff) during the year was as follows:

	2009	2008
	Number	Number
Trading Company	20	23
Charity	312	273
	332	296

13. Transfers between funds

There has been a £2,000 transfer of funds from unrestricted to support restricted charitable projects from unrestricted reserves.

14. Taxation

The company is a registered charity and no provision is considered necessary for taxation. The trading subsidiary has a retained loss which is exempt from taxation under the provisions of the Income and Corporation Taxes Act 2000.

15. Tangible Fixed Assets – Group

	Freehold Property	Leasehold Property	Motor Vehicles	Equipment	Total
	£000s	£000s	£000s	£000s	£000s
Cost					
At 1 April 2008	682	10,478	538	1,605	13,303
Additions	97	36	19	85	237
Disposals	-	-	(41)	-	(41)
At 31 March 2009	779	10,514	516	1,690	13,499
Depreciation					
At 1 April 2008	27	343	367	1,080	1,817
Charge for the year	8	102	44	157	311
Disposals	-	-	(28)	-	(28)
At 31 March 2009	35	445	383	1,237	2,100
Net book value					
31 March 2008	655	10,135	171	525	11,486
31 March 2009	744	10,069	345	453	11,399

16. Trading Subsidiary

The trading subsidiary is wholly owned by the charity and operates the Neighbourhood Resource Centre, hosts the Humber Sports Partnership and provides sports and leisure activities. The subsidiary has been valued in the accounts at the original nominal value of £1.

17. Investments

On 25 February 2008 Goodwin Development Trust inherited a number of investments from the estate of Mr P R Lovell. The investments comprise treasury stocks and shares. The investments were valued in the accounts at market value on 1 April 2009 at £78,000. The charity commission has deemed the investments to be unrestricted and the value has been credited to a donated investment reserve. During the year the stocks and shares were converted to UK government bonds. However, due to the downturn in the economy the value of these investments reduced to £55,000.

18. Stocks

The stocks in the balance sheet include bar and catering stocks, and supplies of cleaning materials.

19. Debtors

	Group 2009 £000s	Group 2008 £000s	Charity 2009 £000s	Charity 2008 £000s
Trade Debtors	1,039	551	835	414
Prepayments and Accrued income	416	840	346	840
Amount owed from group undertakings	-	-	-	271
	1,455	1,391	1,181	1,525

20. Creditors: amounts falling due within one year

	Group 2009 £000s	Group 2008 £000s	Charity 2009 £000s	Charity 2008 £000s
Tax & Social Security	127	142	118	127
Mortgage Loans	36	36	36	36
Other Loans	-	-	-	-
Trade Creditors	418	411	319	336
Amounts owed to group undertakings	-	-	11	-
Accruals & deferred income	1,638	408	1,121	314
	2,219	994	1,605	813

21. Creditors: amounts after more than one year

	Group 2009 £000s	Group 2008 £000s	Charity 2009 £000s	Charity 2008 £000s
Mortgage Loans	60	88	60	88
Sports Equipment Loan	43	62	-	-
	103	151	60	88

22. Property Loans

The mortgage loans are secured on some of the charity's freehold buildings, the original cost of which was £255,856. All commercial mortgages were paid during the year.

<u>Property</u>	2009 Total Outstanding £000s	2008 Total Outstanding £000s
412 Hessle Road	96	124
	96	124

23. Analysis of charitable funds

<i>Analysis of restricted fund movements</i>	Fund at 1 st April 2008 £000s	Incoming Resources £000s	Resources Expended £000s	Transfers £000s	Fund at 31 st March 2009 £000s
Fixed Assets	10,559	-	(242)	73	10,390
Thornton Youth Development	56	10	(30)	(36)	-
Dairy Coates Youth Development	20	51	(107)	36	-
New Yundum Goodwin Link	-	-	-	-	-
Art & Craft	2	-	(3)	1	-
Respect Award	-	-	(1)	1	-
Youth Opportunities Fund	-	8	(1)	(2)	5
Raleigh International	-	2	-	-	2
Hull Community Wardens	-	1,150	(1,150)	-	-
Graffiti Removal Scheme	-	7	(6)	-	1
Red Cross	-	10	(8)	-	2
Hull Ambassadors	-	52	(52)	-	-
MORE: Preventing Reoffending	-	6	(6)	-	-
Comic Relief	-	23	(23)	-	-
Car Crime Reduction	-	-	-	-	-
Hull Fish Trades	4	43	(47)	-	-
Training	-	14	(14)	-	-
Gateway	-	6	(6)	-	-
ESF Social Fund	-	9	(9)	-	-
Surestart - Marvell & Octagon	-	633	(620)	(13)	-
Surestart - Fenchurch Street	-	491	(485)	(6)	-
Childrens Services	-	-	-	-	-
Job Centre Pilot	-	2	(2)	-	-
Doula - Early Years	-	152	(149)	(3)	-
Doula - Replica	-	-	-	-	-
Healthwise	-	106	(105)	-	1
Locality Pilot	-	36	(32)	-	4
Community Events	-	-	-	-	-
Hull Enterprise Project	-	1,692	(1,677)	(15)	-
Goodwin Link	-	-	-	-	-
Community Transport Provision	-	-	-	-	-
Animation Project	-	-	-	-	-
Learning Disability Advisor	-	26	(26)	-	-
Neighbourhood Employment Network	-	117	(117)	-	-
Community Garden	2	-	(1)	-	1
Oct Nursery	39	36	(38)	(36)	1
Neigh Mgt	39	-	(39)	-	-
Health & Well Being Team	-	-	-	-	-
Ed St	-	-	-	-	-
Youth Provision	-	-	-	-	-
Health, Well-being & Social Care	-	-	-	-	-
Social Capital	-	-	-	-	-
Tenants & Residents Advice	-	-	-	-	-
Guide Neighbourhoods	-	-	-	-	-
Fitness Centre	-	-	-	-	-
Handy vans	28	-	(27)	2	3
	10,749	4,682	(5,023)	2	10,410

Analysis of unrestricted fund movements

	Fund at 1 st April 2008	Donated Investments	Incoming Resources	Resources Expended	Tfrs	Fund at 31 st March 2009
	£000s	£000s	£000s	£000s	£000s	£000s
Fixed Assets – Charity	695	-	-	(61)	157	791
Investment Reserve	78	-	-	(23)	-	55
General Funds	670	-	5,316	(5,104)	(159)	723
		-	5,316	(5,188)	(2)	1,568
	1,443					
Total	12,192	-	9,997	10,211	-	11,975