**COMPANY REGISTRATION NUMBER 02440899**

**UNLOCK DEMOCRACY**

**(A company limited by guarantee)**

**CONSOLIDATED REPORT AND UNAUDITED FINANCIAL STATEMENTS**

**31 MARCH 2014**

**UNLOCK DEMOCRACY**

**CONSOLIDATED FINANCIAL STATEMENTS**

**For the year ended 31 March 2014**

**CONTENTS**

Page

**Reference and administrative details** 1

**Report of the Council** 2

**Chartered accountants' independent assurance report** 3

**Statement of financial activities** 4

**Consolidated balance sheet** 5

**Company balance sheet** 6

**Notes to the financial statements** 7-17

**UNLOCK DEMOCRACY**

**REFERENCE AND ADMINISTRATIVE DETAILS**

**For the year ended 31 March 2014**

**Council** Vicky Seddon (Chair)

Rosemary Bechler

Andrew Blick

Liz Carlton

Chris Carrigan

Stephen Carter

Alan Debenham

Eithne George

Stuart Hill

Peter Hirst

Finola Kelly

Susan Murray

Owais Rajput

Mary Southcott

Phil Starr

John Strafford

Diana Wallis

Stuart Weir

Danny Zinkus-Sutton

**Secretary** Alexandra Runswick

**Director** Alexandra Runswick

**Company reg. no.** 02440899

**Registered office** 37 Gray’s Inn Road

London

WC1X 8PQ

**Reporting Accountants** Chantrey Vellacott DFK LLP

Russell Square House

10-12 Russell Square

London

WC1B 5LF

**Bankers** The Co-operative Bank

P O Box 250

Delf House

Southway

Skelmersdale

WN8 6WT

**UNLOCK DEMOCRACY**

**REPORT OF THE COUNCIL**

**For the year ended 31 March 2014**

The Council (which is the board of directors for company law purposes) presents its report and the accounts for the year ended 31 March 2014. Reference and administrative details on page 1 form part of this report.

The financial statements comply with applicable law, the Memorandum and Articles of Association and the Statement of Recommended Practice Accounting and Reporting by Charities (issued in March 2005 and revised in July 2008). Although the organisation is not a UK registered charity, this has been done to comply with best practice, as Unlock Democracy views itself as a not for profit organisation.

**OBJECTS**

The object for which the Company was established is to encourage constitutional and democratic changes inspired by the arguments and demands of its Charter, entitled Charter88, published in 1988. It is principally involved in educative, informative, campaigning and lobbying activities for constitutional and democratic reform in the UK. Charter88 merged with the New Politics Network in 2007 to form Unlock Democracy.

**GOING CONCERN**

Unlock Democracy has gone through a period of restructuring to respond to a difficult funding environment. Although income has fallen, expenditure has been constrained and, with the aid of sound financial management and the support of both its staff and volunteers, Unlock Democracy generated a net income of £14,247 for the year. However the consolidated balance sheet shows a very healthy balance sheet with reserves of £1,998,032.

**REVIEW OF ACTIVITIES AND ACHIEVEMENTS**

Over the past 12 months Unlock Democracy has campaigned on a number of issues including lobbying, party funding, House of Lords reform, freedom of information, localism, voter registration and on wider constitutional issues. More details of our work can be found in the organisation’s annual report which can be found on our website http://www.unlockdemocracy.org.uk.

**FINANCIAL REVIEW AND RESERVES**

Whilst the consolidated balance sheet shows healthy year-end reserves of £1,998,032, Unlock Democracy’s balance sheet shows low reserves at the year-end. The restructuring of our staff team has reduced staff costs although some restructuring costs are still being absorbed this year. Unlock Democracy is aiming to return to holding a minimum of two months’ worth of staff costs, £50,216, as reserves as soon as possible. This will hopefully be achieved by the end of this financial year, 31 March 2015 but it should be noted that the funding environment remains challenging.

**PREPARATION OF THE REPORT**

This report has been prepared taking advantage of the small companies exemption of section 415A of the Companies Act 2006.

This report was approved and authorised for issue by the AGM on 8 November 2014 and signed on its behalf by:

**Vicky Seddon**

**Chair**

**UNLOCK DEMOCRACY**

**CHARTERED ACCOUNTANTS’ INDEPENDENT ASSURANCE REPORT ON THE UNAUDITED FINANCIAL STATEMENTS OF UNLOCK DEMOCRACY**

**To the Council of Unlock Democracy (‘the Company’)**

We have performed certain procedures in respect of the Group’s consolidated unaudited financial statements for the year ending 31 March 2014 as set out on pages 4 to 5, made enquiries of the council and assessed accounting policies adopted by the council, in order to gather sufficient evidence for our conclusion in this report.

This report is made solely to the council, as a body, in accordance with the terms of our engagement letter. It has been released to the council on the basis that this report shall not be copied, referred to or disclosed, in whole (save for the councils own internal purposes or as may be required by law or by a competent regulator) or in part, without our prior written consent. Our work has been undertaken so that we might state to the council those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the council as a body for our work, for this report or the conclusions we have formed.

**Respective responsibilities**

You have confirmed that you have met your duty as set out in the council’s statement on page 2. You consider that the Company is exempt from the statutory requirement for an audit for the year 31 March 2014. Our responsibility is to form and express an independent conclusion, based on the work carried out, to you on the financial statements.

**Scope**

We conducted our engagement in accordance with the Institute of Chartered Accountants in England and Wales’ Interim Technical Release AAF 03/06. Our work was based primarily upon enquiry, analytical procedures and assessing accounting policies in accordance with Generally Accepted Accounting Practice in the UK. If we considered it to be necessary, we also performed limited examination of evidence relevant to certain balances and disclosures in the financial statements where we became aware of matters that might indicate a risk of material misstatement in the financial statements.

The terms of our engagement exclude any requirement to carry out a comprehensive assessment of the risks of material misstatement, a consideration of fraud, laws, regulations and internal controls, and we have not done so. We are not required to, and we do not, express an audit opinion on these financial statements.

**Conclusion**

Based on our work, nothing has come to our attention to refute the councils confirmation that in accordance with the Companies Act 2006 the financial statements give a true and fair view of the state of the Group’s affairs as at 31 March 2014 and of its result for the year 31 March 2014 then ended and have been properly prepared in accordance with Generally Accepted Accounting Practice in the UK.

**CHANTREY VELLACOTT DFK LLP**

**Chartered Accountants**

**London**

**........................**

**UNLOCK DEMOCRACY**

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (incorporating an Income and Expenditure Account)**

**For the year ended 31 March 2014**

**Unrestricted Restricted Total** Total

**Funds Funds Funds** Funds

**Notes 2014 2014 2014** 2013

**£ £ £** £

**INCOMING RESOURCES**

**Incoming resources from generated funds:**

Grants 2 - 122,342 **122,342** 144,209

Donations 3 26,034 13,757 **39,791** 70,216

Legacies - - **-** 20,000

Subscriptions 122,800 - **122,800** 100,280

Votematch website:

Development, hosting and maintenance - - **-** 21,370

Grassroots conference income - - **- 3,517**

Telemarketing - - **-** -

Bank interest 1,066 - **1,066** 992

Rent receivable 140,482 - **140,482** 123,828

Compensation - - **-** 11,986

Insurance recovery 1,088 - **1,088** 3,282

Tenant service charges 1,184 - **1,184** 3,197

**Other incoming resources** - - **-** -

**TOTAL INCOMING RESOURCES** 292,654 136,099 **428,753** 502,877

**RESOURCES EXPENDED**

**Costs of generating funds:**

Fundraising and direct mailing 101,182 - **101,182** 102,426

Property outgoings 43,808 - **43,808** 32,043

Administration expenses 42,042 - **42,042** 48,843

Donations - - - -

Interest Payable - - - -

**Activities in furtherance of objects:**

Direct campaigning 212,977 121,852 **334,829** 376,209

Membership communications 25,647 - **25,647** 26,962

**Governance costs** 18,003 - **18,003** 17,013

**TOTAL RESOURCES EXPENDED** 4443,659 121,852 **565,511** 603,496

Net incoming/(outgoing) resources for the year

being net income/(expenditure) (151,005) 14,247 **(136,758)** (100,619)

TOTAL FUNDS AT 1 APRIL 2013 2,142,559 (7,769) **2,134,790** 2,235,409

**TOTAL FUNDS AT 31 MARCH 2014** 1,991,554 6,478 **1,998,032** 2,134,790

The notes on pages 7 to 17 form part of these financial statements

**UNLOCK DEMOCRACY**

**CONSOLIDATED BALANCE SHEET**

**As at 31 March 2014**

**Notes 2014** 2013

**£ £** £ £

**FIXED ASSETS**

Investment properties 9 **1,928,635** 1,928,635

Tangible assets 10 **7,820** 17,035

**1,936,455** 1,945,670

**CURRENT ASSETS**

Debtors 11 **32,130** 48,688

Cash at bank and in hand **182,949** 274,376

**215,079** 323,064

**CREDITORS: amounts falling due**

**Within one year** 12 **(153,502)** (133,944)

**NET CURRENT ASSETS 61,577** 189,120

**NET ASSETS 1,998,032** 2,134,790

**FUNDS**

Restricted funds 13 **6,478** (7,769)

Unrestricted funds 13 **1,991,554** 2,142,559

**1,998,032** 2,134,790

**1,998,032** 2,134,790

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477(2), and that no member or members have requested an audit pursuant to section 476(1) of the Act.

The directors acknowledge their responsibility for:

(i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and

(ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

These financial statements were approved and signed by the directors and authorised for issue on x November 2014.

Vicky Seddon

Chair

The notes on pages 7 to 17 form part of these financial statements

**UNLOCK DEMOCRACY**

**BALANCE SHEET**

**As at 31 March 2014**

**Notes 2014** 2013

**£ £** £ £

**FIXED ASSETS**

Tangible assets **5,362** 10,938

**CURRENT ASSETS**

Debtors 11 **39,873** 36,521

Cash at bank and in hand **39,299** 24,117

**79,172** 60,638

**CREDITORS: amounts falling due**

**Within one year** 12 **(69,734)** (60,022)

**NET CURRENT ASSETS 9,438** 616

**NET ASSETS 14,800** 11,554

**FUNDS**

Restricted funds 13 **6,478** (7,769)

Unrestricted funds **8,322** 19,323

**14,800** 11,554

**14,800** 11,554

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477(2), and that no member or members have requested an audit pursuant to section 476(1) of the Act.

The directors acknowledge their responsibility for:

(i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and

(ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

These financial statements were approved and signed by the directors and authorised for issue on x November 2014.

Vicky Seddon

Chair

The notes on pages 7 to 17 form part of these financial statements

**UNLOCK DEMOCRACY**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 March 2014**

**1. ACCOUNTING POLICIES**

1. ***Basis of accounting***

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Statement of Recommended Practice (SORP), “Accounting and Reporting by Charities” published in 2011 to the extent that this is considered helpful given that Unlock Democracy is not a registered charity, applicable accounting standards.

The effects of events relating to the year ended 31 March 2014 which occurred before the date of approval of the financial statements by the Council has been included in the financial statements to the extent required to show a true and fair view of the state of affairs at 31 March 2014 and the results for the year ended on that date.

1. ***Company Status***

Unlock Democracy (UD), the holding company, is a company limited by guarantee. In the event of UD being wound up, the liability in respect of the guarantee is limited to £10 per member of the company.

1. ***Parent company status***

The results of the subsidiary undertaking (see note 8) have been consolidated with those of the not for profit organisation on a line-by-line basis in the Statement of Financial Activities on page 4.

1. ***Fund accounting***

General funds are unrestricted funds which are available for use at the discretion of the Council in furtherance of the general objects of Unlock Democracy and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Council for particular purposes. The aim and use of each designated fund is set out in Note 13 to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by Unlock Democracy for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in Note 13 to the financial statements.

1. ***Incoming resources***

All incoming resources are included in the Statement of Financial Activities when the group is legally entitled to the income and the amount can be quantified with reasonable accuracy. Voluntary income is received by way of grants, donations, legacies and other incoming reserves generated for use in furtherance of UD’s activities and are all recognised on a receivable basis. The subsidiary’s income comprises rents and service charges receivable, together with investment income.

Funds received for the purchase of fixed assets are accounted for as restricted income. The treatment of the assets provided depends upon the restriction imposed by the grant and as the fixed assets’ reserve. Where this occurs a corresponding transfer of the associated restricted income will be made to the unrestricted fund in the year of purchase.

**UNLOCK DEMOCRACY**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 March 2013**

1. ***Local groups***

The financial statements include the transactions of UD only, but not those of its local groups which operate regionally to support its campaigning aims. This is because the local group licence agreement entered into by all the groups makes it clear that they are entirely independent of UD, that all transactions are carried out in their own name and that they do not represent to be contracting on behalf of UD.

1. ***Resources expended***

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Support costs, which cannot be directly attributed to particular activities, have been apportioned proportionately to the direct staff costs allocated to the activities. Governance costs include the costs of servicing Council meetings, statutory accounts and strategic planning.

1. ***Investment property***

The assets are initially recorded at cost.

Investment property is shown at their open market value. The surplus or deficit arising from revaluation is transferred to the investment revaluation reserve unless a deficit, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year.

Non provision of depreciation on properties is in line with SSAP19, but constitutes a departure from Companies Act 2006. This departure is necessary for the accounts to show a true and fair view as required by S396(5) of the Companies Act.

1. ***Tangible fixed assets and depreciation***

Computer software costs and items costing under £500 are not capitalised.

Tangible fixed assets are stated at cost less depreciation. Depreciation is calculated so as to write off the cost of fixed assets, less its estimated residual value, over the useful economic life of the asset:

Computer hardware - 4 years (25% on cost)

Office equipment - 4 years (25% on cost)

Fixtures & fittings - 4 years (25% on cost)

**UNLOCK DEMOCRACY**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 March 2014**

**2. GRANTS Unrestricted Restricted Total** Total

**Funds Funds Funds** Funds

**2014 2014 2014** 2013

**£ £ £** £

Joseph Rowntree Reform Trust - - **-** 66,666

The Joseph Rowntree Charitable Trust - 27,914 **27,914** 9,305

Nominet - 7,500 **7,500** 7,500

Grundtvig - 6,338 **6,338** 3,169

The James Madison Trust - - **-** 3,500

City Bridge Trust - 28,500 **28,500** 20,250

Esmee Fairbarn - 41,290 **41,290** 20,250

League of Young Voters - 8,000 **8,000** 20,250

Millfield House - 2,800 **2,800** 33,819

**- 122,342 122,342** 144,209

**3. DONATIONS Unrestricted Restricted Total** Total

**Funds Funds Funds** Funds

**2014 2014 2014** 2013

**£ £ £** £

Public & Commercial Services Union, - - **-** 3,000

via Poverty and Environmental Trust

Other fundraising & donations less

than £2000 each 26,034 13,757 **39,791** 67,216

**26,034 13,757 39,791** 70,216

**UNLOCK DEMOCRACY**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 March 2014**

**4. RESOURCES EXPENDED Direct Support Total** Total

**Staff costs costs costs 2014** 2013

**£ £ £ £** *£*

Activities in furtherance of objects:

Direct campaigning 254,482 56,316 24,031 **334,829** 376,209

Membership communications21,972 430 3,245 **25,647** 26,962

276,454 56,746 27,276 **360,476** 403,171

Costs of generating funds

- Fundraising and direct mailing 80,062 9,790 11,330 **101,182** 102,426

- Property outgoings - 43,808 - **43,808** 32,043

- Administration expenses - 42,042 - **42,042** 48,843

Governance costs 8,823 8,019 1,161 **18,003** 17,013

Support costs-39,767 (39,767) **-** -

**365,339 200,172 - 565,511** 603,496

Direct costs:

Campaigning - see Note 5

Membership communications - publications and website

Fundraising - direct mail and telemarketing

Governance - legal and professional fees including reporting accountants' fees of £3,850 (2013, £3,850)

Support costs - see Note 6

**UNLOCK DEMOCRACY**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 March 2014**

**5. DIRECT COSTS OF CAMPAIGNING 2014** 2013

**£** £

Campaigns and political activities **53,683** 86,471

Volunteers, interns **2,402** 4,063

Conference attendance **48** 156

Donation to Charter 88 Foundation **183** 181

Corporation tax (see below) **-** *-*

**56,316** 90,871

**6. SUPPORT COSTS 2014** 2013

**£** *£*

Staff training and recruitment **600** 1,225

Staff travel and subsistence **1,398** 1,958

New website & e-campaigning **-** 10,908

Bank and sundry finance charges **3,697** 3,715

Dues and subscriptions **783** 1,065

Depreciation **5,576** 5,743

Small fixed assets\* **295** 1,282

Telecommunications **445** 1,246

IT software and maintenance **6,801** 10,210

Printing, postage and stationery **1,717** 3,731

Insurance **851** 882

Household and keyholding **360** 498

Committees **3,531** 4,439

AGM, elections, referenda **8,865** 6,100

Irrecoverable VAT **4,308** 4,656

Reference material **295** 295

Miscellaneous **245** 1,207

**39,767**59,160

**UNLOCK DEMOCRACY**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 March 2014**

**7. STAFF NUMBERS AND COSTS 2014** 2013

**£** £

Wages and salaries **299,894** 309,208

Redundancies **25,302 -**

Social security costs **29,070** 30,529

Pension costs **11,073** 10,670

**365,339** 350,407

The average weekly number of employees, calculated as full time equivalent, during the period was:

**Number** Number

**2014** 2013

Direct campaigning **8.2** 7.0

Membership services **0.7** 0.7

Fundraising **2.2** 2.2

Governance **0.2** 0.3

**11.3** 10.2

No employee received remuneration of more than £60,000.

**UNLOCK DEMOCRACY**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 March 2014**

**8. INVESTMENT IN SUBSIDIARY UNDERTAKING**

As at 31 March 2014 Unlock Democracy held 100% of the shares of Rodell Properties Limited, a property company incorporated in England and Wales.

The results for Rodell Properties limited for the year ended 31 March 2014 and its balance sheet as at that date are summarised below:

**2014 2013**

**£ £**

**Results**

Rents receivable **140,482** 123,828

Compensation **-** 11,986

Insurance recovery **1,088** 3,282

Tenant service charges **1,184** 3,197

**142,754**  142,293

Property outgoings **43,808** 32,043

Gross profit **98,946** 110,250

Administration expenses **94,688** 102,264

Interest **968** 1,213

Net profit for the year **5,226** 9,199

**Balance Sheet**

Investment properties **1,928,635** 1,928,635

Fixed assets **2,460** 6,097

Bank accounts **143,648** 250,259

Debtors & other current assets **19,280** 36,785

Creditors and other current liabilities **(110,691)** (98,440)

**1,983,332** 2,123,336

Share capital **100** 100

Freehold revaluation reserve **602,332** 602,332

Other reserves **1,380,900** 1,520,904

**1,983,332** 2,123,336

**UNLOCK DEMOCRACY**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 March 2014**

**9. INVESTMENTS**

**Investment property**

**2014 2013**

**£ £**

**Cost**

At 1 April 2013  **1,928,635** 1,890,867

Additions **-** 37,768

At 31 March 2014 **1,928,635** 1,928,635

**Net book value**

At 31 March 2013 **1,928,635** 1,928,635

At 31 March 2014 **1,928,635** 1,890,867

The freehold properties were valued at £1,777,455 by Baker Lambie, Chartered Surveyors of Myddleton Square, London EC1, in February 2001. The directors consider that the only material change since that date relates to the cost of improvement works totalling £113,412; and that the value has increased broadly in line with the cost of the improvements.

**10. TANGIBLE FIXED ASSETS**

**Group Fixtures & Office**

**Fittings Equipment Website Total**

**£ £ £ £**

**Cost**

At 1 April 2013 28,797 22,182 20,340 71,319

Disposals (2,605) (19,549) - (22,154)

At 31 March 2014 **26,192 2,633 20,340 49,165**

**Depreciation**

At 1 April 2013 22,700 21,414 10,170 54,284

Charge on disposal (2,603) (19,549) - (22,154)

Charge for the year 3,637 491 5,085 9,213

At 31 March 2014 **23,734 2,356 15,255 41,345**

**Net book value**

At 31 March 2014 **2,458 277 5,085 7,820**

At 31 March 2013 6,097 768 10,170 17,035

**UNLOCK DEMOCRACY**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 March 2014**

**11. DEBTORS**

**Due within one year**

**Group Company**

**2014** 2013 **2014** 2013

**Cost**

Trade debtors 4,800 - 4,800 -

Rodell Properties Ltd, loan - - 26,923 24,518

Rodell Properties Ltd, current account - - - -

VAT 5,977 2,287 - 60

Prepayments and accrued income 9,440 27,896 6,137 3,338

Other debtors 11,913 18,505 2,013 8,605

**32,130** 48,688 **39,873** 36,521

**12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

**Group Company**

**2014** 2013 **2014** 2013

Trade creditors 42,164 29,662 2,780 18,299

Corporation Tax - 300 - 300

VAT 4,066 - 4,066 -

Social security and taxes 7,753 8,992 7,753 8,992

Pension 1,389 1,818 1,389 1,818

Client deposits - 39,276 - -

Accruals & income received in advance 98,130 53,896 53,746 30,613

**153,502** 133,944 **69,734** 60,022

**UNLOCK DEMOCRACY**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 March 2014**

**13. RESOURCES EXPENDED**

**Brought Incoming Resources Carried**

**Forward Resources Expended Forward RESTRICTED FUNDS £ £ £ £**

1Millfield House - 2,800 (2,800) -

2 Votematch, Nominet - 7,500 (7,498) 2

3 Votematch, Grundtvig - 6,338 (6,362) (24)

4 James Madison - - (1,500) (1,500)

5 League of Young Voters - 8,000 - 8,000

Sustainable Communities

6 Citybridge Trust - 28,500 (28,500) -

7 Esmee Fairbairn - 41,290 (41,290) -

8 Joseph Rowntree Charitable Trust - 27,914 (27,914) -

9 Other (7,769) 13,757 (5,988) -

**(7,769) 136,099 (121,852) 6,478**

**SUMMARY OF FUNDS**

Revaluation reserve fund 602,332 - - 602,332

General fund 1,540,227 292,654 (443,659) 1,389,222

Unrestricted funds2,142,559 292,654 (443,659) 1,991,554

Restricted funds (7,769) 136,099 (121,852) 6,478

**2,134,790 428,753 (565,511) 1,998,032**

**Funds listed above have been received for the following purposes:**

1 Millfield House fund was for Voter Registration in the North East of England.

2 To run Vote match in the Oxford council elections as part of an academic experiment as to which measures increase turnout in elections.

3 To share best practice between organisations that run voter advice applications in Europe and to run Vote Match for the European elections in 2014.

4 To research and publish proposals for variable evolution within the UK

5 League of Young Voters - to run Votematch on behalf of British Youth Council for 2014

6 To engage under-represented groups in London in the Sustainable Communities Act.

7 To “engage the unengaged” using the new mechanism of the Sustainable Communities Act.

8 To inspire people to become involved in the Sustainable Communities Act and to ensure outcomes are as positive as possible when they do take part.

9 Income & expenditure related to the Sustainable Communities Act, but not specifically related to grants 6, 7 or 8 above.

All year end restricted and designated fund balances were represented by net current assets.

**UNLOCK DEMOCRACY**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 March 2014**

**14. TAXATION 2014** 2013

**£** £

UK corporation tax on profit of the year  **-** 300

No tax liability arises on the group’s voluntary income.

No tax liability arises on the group’s rental income, due to tax losses brought forward.

Corporation tax is charged at the small companies rate of 20% (2013, 20%) on the not for profit organisation’s interest receivable, against which it has been charged in the Statement of Financial Activities.

**15. COUNCIL REIMBURSED EXPENSES**

Expenses relating to travel and subsistence totalling £2,636 (2013, £3,289) were reimbursed to 13 (2013, 14) Members of Council (the Directors of Unlock Democracy).

**16. REVALUATION RESERVE**

There was no movement on the revaluation reserve during the financial year.