

Charity number: 1072772

The Intercom Trust
Trustees' report and financial statements
for the year ended 31 August 2006

The Intercom Trust

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The Intercom Trust

Legal and administrative information

Charity number	1072772	
Business address	PO Box 285 Exeter Devon EX4 3ZT	
Trustees	Noel Beavis Jenny Broughton Peter Lawrence Christopher Taylor Karen Harris Andrew Duncan Jane Stavert Matt Millmore	Chairman & Acting Treasurer Resigned May 2006 Resigned January 2006 Secretary - Appointed March 2006 Appointed May 2006 Appointed May 2006. Vice Chair Appointed July 2006
Secretary	Karen Harris	
Accountants	Thompson Jenner 1 Colleton Crescent Exeter Devon EX2 4DG	
Bankers	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent	

The Intercom Trust

Report of the trustees for the year ended 31 August 2006

The trustees present their report and the financial statements for the year ended 31 August 2006. The trustees who served during the year and up to the date of this report are set out on page 1.

Structure, governance and management

Key powers of the Trustees (Deed of Trust, section 5) are:

- 1.To co-operate with voluntary and statutory agencies and other organisations and associations operating in furtherance of the Objects or of similar purposes and to exchange information and advice with them;
- 2.To establish or support any charitable trusts, associations or institutions formed for any of the charitable purposes included in the Objects;
- 3.To act as a focus and resource for other agencies and organisations who in the opinion of the trustees share all or some of these Objects or else contribute to their fulfilment;
- 4.To improve the sense of community amongst isolated and vulnerable lesbians, gay men, bisexuals and trans people, to broaden their access to mainstream services on the level of full equality with other members of the public, and to enable them to create new structures of self-help.
- 5.To work by all lawful educational and charitable means towards the eradication of homophobic and transphobic violence prejudice and discrimination from private public and corporate life;
- 6.To facilitate, encourage and publicise lesbian gay bisexual and trans communal and cultural activities in all fields including but not limited to the arts, sport, and leisure activities;
- 7.To support families whose members include lesbian, gay, bisexual or trans people.

As a community-led organisation, responsive to community needs, the Trust's principal activities under the Constitution are centred on issues that relate to social isolation, crime and community safety, equal access to services, and young people's needs. Community consultation is mainstreamed throughout all services. The primary activities are (1) providing direct help for individuals in need, and (2) developing the local and sub-regional community by the provision of infrastructure support services for other community-led organisations. The Trust also provides training and consultancy services for a wide range of organisations across all sectors.

Organisational structure

The Board of Trustees meets every six weeks. Except for any reserved items staff are welcome to attend and speak, and the Executive Director, Dr Michael Halls, is normally present. Dr Halls has also held the role of Advisor to the Trustees since July 2001. The Executive Director is responsible to the Board of Trustees through the Chair, who is formally his line manager. His responsibilities are as follows:

1. All operations and activities of the Trust.
2. Ensuring compliance with funding agreements and other obligations.
3. Budgeting and use of human, financial and capital resources.
4. Defining Trust strategy and policy within limits defined from time to time by the Board of Trustees.

During the period of this report, the Community Development Manager, Paul Roberts, had operational responsibility for all infrastructure services and community development, and reported to the Trustees through his line-manager the Executive Director.

The Executive Director had operational responsibility for all other services. Both acted as volunteer co-ordinators within their service areas.

Appointment of Trustees

Trustees are appointed by vote of the Board of Trustees, following a recruitment and selection process that matches the skills, experience and qualifications of candidates with the needs of The Trust and the requirements for charity trustees. The recruitment process is administered and supervised by the Chair of the Board of Trustees.

The Intercom Trust

Report of the trustees for the year ended 31 August 2006

Induction and training of Trustees

Prospective trustees attend Trustees' meetings as observers, and a one-day intensive induction and training course. This covers the aims, values, operations and history of the Trust and on the responsibilities of charitable trustees, and on the Trust's commitment to continuing personal skills development for all Trustees. They then apply to become Trustees, giving an account of how their knowledge, skills and experience match the Trust's formal Trustee Core Skills document.

Objectives and activities

Charitable objects

The Objects of the Trust as defined in the Deed of Trust (section 3) are

- 1.To relieve the needs of lesbian gay bisexual and transgendered people and others who are in need on account of discrimination suffered in relation to sexual orientation or gender identity in such ways as are charitable at law;
- 2.To promote the understanding of fundamental rights and freedoms and to ensure their effective application to law and policy development and promote their obligations for the benefit of lesbian gay bisexual and transgendered people and others affected by similar discrimination or prejudices;
- 3.To advance the education of the public in relation to all aspects of discrimination and other disadvantage suffered by reason of being lesbian gay bisexual or transgendered.

Achievements and performance

Review of activities and achievements

The Trust employed one full-time and one part-time member of staff throughout the year, with a further part-time post which ended in October 2005. One new full-time and one new part-time post began in March 2006. Total employed hours were 4,360 (2.3 FTE), of which 445 hours were spent in meetings with service-users and stakeholders, and 338 hours in travel. High-level skilled volunteer hours were 1,500, and total volunteer hours were equivalent to 1.14 FTE. The office phones were staffed for 1,722 hours.

We continue to deliver a wide range of services to LGB/T individuals and communities, as outlined below, and to work with our public and voluntary sector stakeholders to mainstream equality and make diversity-awareness effective in service delivery and strategic planning across the sectors. We are proud to have become one of the leading community-led and community-responsive organisations in the peninsula, working in partnership with other groups that are similarly led from within the other diverse communities that are vulnerable to prejudice and discrimination.

Highlights of the year included the completion of our extended community-survey, the professional analysis of the results, and the writing of the report, *A Firmer Foundation: new community-based evidence from the lesbian, gay, bisexual and transgendered populations of the South West peninsula*, which was published and launched at a conference in September 2006. Financial support for this peninsula-wide research came from the Devon Strategic Partnership and Devon and Cornwall Constabulary; the costs of the printing and launch of the final report were borne by the Trust's unrestricted funds. We are deeply grateful to all who made this a success: those who returned survey-forms; our funders; the independent analyst, Wilson Wong of the Department of Psychology at the University of Exeter; and all those who spoke at the launch, including the Deputy Chief Constable, the Chief Crown Prosecutor, and the Chair of the Local Criminal Justice Board of Devon and Cornwall, Sue Sanders, the founder of national LGB/T History Month, and a local LGB/T youth-worker.

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Report of the trustees for the year ended 31 August 2006

The results of this survey were our starting-point when at the end of the period to which this report refers we started to write a peninsular LGB/T community strategy, which was launched in January 2006 under the title of The Extended Neighbourhood. This in turn was the basis of our new Business Plan, Bridges Towards the Future.

Launch of new CEDAR Project

The launch of A Firmer Foundation was also the launch of the Trust's new CEDAR project. CEDAR ("Community Experience, Data, Analysis and Research") consolidates and formalises the Trust's position as the lead information and consultancy resource on LGB/T issues in the peninsula. We are planning to gain funding for CEDAR so as to enable us to improve our cataloguing and query facilities and further extend the already vast range of information resources held.

Community Helpline and Advocacy

Between September 2005 and March 2006 helpline and advocacy services were provided as in past years by the Executive Director. Professional help services for young people and families drew heavily, as always over the past five years, on the outstanding skills and knowledge of our colleague Mrs Roberta Fudge, a school counsellor whom The Trust continued to employ part-time until her retirement in October 2005. The Trustees recorded in the previous year's Annual Report their deep appreciation of the benefit her skills and commitment have brought to young people and families.

Thanks to a new three-year grant from the Big Lottery Fund, which began in March 2006, helpline and advocacy services within Cornwall, Devon, Plymouth and Torbay are now provided by our new dedicated helpline and advocacy team, Andy Hunt and Tess Shellard.

Lynx South West: community infrastructure and development

Existing community-led groups and projects across the peninsula continue to draw deeply and widely on the resources and skills of the Lynx South West project. There has also been a very encouraging growth of new groups and projects, many of which have turned to Lynx South West at the planning and start-up stage to provide support and information around (e.g.) sustainability, structures, legal issues, promotion, volunteer recruitment, and operations. One of the new independent groups which we have helped into being over the year is a new strategic peninsular network of youth groups and student officers: LGB/T YouthLynx South West.

The highlight of the Lynx South West year was undoubtedly the sixty-strong residential conference of LGB/T community groups across the peninsula, which we hosted at St Luke's in Exeter in September 2005. This was an unprecedented opportunity for the groups to create links with other groups which in many cases they had never had contact with before, and to develop strategic community-based planning for the LGB/T community sector through themed workshops and plenary discussions. The report is at www.intercomtrust.org.uk/resources/reports/rrgt_report.pdf.

The Intercom Trust

Report of the trustees for the year ended 31 August 2006

Paul Roberts's work as Community Development Manager was funded during this period through the Change Up programme and its successor, Capacity Builders. We submitted an application to Stage One of the Big Lottery Fund's new BASIS programme ("Building And Sustaining Infrastructure Services"), and in the following financial year we learned that this bid had been successful. If we are now also successful at Stage Two the Lynx South West project will be secure and active for another three years, by the end of which we aim to have made this work sustainable into the future.

Partnerships with the public sector

The Trust's rolling service-level agreement with Devon and Cornwall Constabulary entered its second year. This funds strategic and policy-related work at headquarters level. There is still no funding available to The Trust for local and tactical work within the geographical police basic command units in Devon and Cornwall, or from Dorset police at any level. As a result, and in view of our capacity problems, we continued regretfully to avoid undertaking such work when requested. The Trust continued to administer the Cornwall Devon and Isles of Scilly LGB/T Police Liaison Group on behalf of the communities, funded by Devon and Cornwall Police Headquarters Diversity Unit. The Group, which was set up in December 2001, continued to meet at six-weekly intervals in Saltash, though as usual in between meetings there was day-to-day activity and consultation between The Trust, the other Group members, and the Force Diversity Unit on strategic and policy issues.

Another rolling service-level agreement with Devon County Council enabled The Trust to continue to play a full part in their Justice Through Equality programme and to sustain our involvement in the Equality Reference Group and the Equality Steering Group. Similar work with the Devon Strategic Partnership's Equality Strategy and Scrutiny Group was reimbursed on a piece-work basis. Other partnership working with statutory and voluntary stakeholders was undertaken in proportion as funding was made available and as far as our own capacity permitted.

Our primary strategic concern continues to be the great disparity between the evidenced day-to-day demand for our services, and our capacity. The severe limitations on our capacity are a reflection of the extremely limited funding that we are able to draw down. We believe that the route to fairness and proportionate treatment lies through raising awareness of needs and local evidence through Local Strategic Partnerships and Local Area Agreement teams, and we are increasingly concentrating on these areas. Our Community Strategy and the new Business Plan both reflect the altered landscape for funding and service-delivery; a landscape which organisations like our own now find ourselves engaged in mapping. The arrival of a long-awaited statutory prohibition of discrimination in the provision of goods and services on grounds of sexual orientation would secure the Trust's seat at many partnership tables where LGB/T communities' voices are currently not heard.

The Trust continues to rely heavily, but unsustainably, on the services of highly skilled people acting as volunteers. It is a major priority to achieve a sustainable basis for all the Trust's core functions, both with a view to the retention of valued and skilled staff and with a view to securing the Trust's own future ability to deliver badly-needed services to individuals, and to organisations in all sectors.

The Intercom Trust

Report of the trustees for the year ended 31 August 2006

Financial review

Financial review

The Trustees confirm that these accounts comply with requirements of relevant statute law, the Constitution of The Trust, and the appropriate edition of the Charity Commissioners' Statement of Recommended Practice. The relatively low level of donations from members of the public reflects the fact that the great majority of our service-users and supporters are not themselves financially secure. We are deeply grateful to all who have given what they can to support The Trust's work among the largest vulnerable community in the peninsula.

Reserves

For reasons given above, The Trust has never been in a position to develop long-term or medium-term reserves. The annual accumulated fund at the end of each year is equivalent to roughly three months' outgoings, and has to be earmarked for the support of the unfunded work of The Trust in the following year, including the replacing of worn-out equipment, repairs and renewals, sustaining the salary of the Executive Director, and contingencies. Careful financial management has so far enabled us to replenish this small accumulated fund each year from short-term fee-income, and carry it down for the succeeding year.

Grant making policy

Small grants are occasionally made from unrestricted funds to smaller frontline groups when they are in particular need (e.g. their ability to continue to exist is seriously at risk). Small development grants have been made from Change Up restricted funds as provided for in the budget agreed with the funders.

Risk exposure

The Trustees and Executive Director are continuously assessing The Trust's exposure to risk. Expenditure, workplace activities and projections for work and budgeting are all managed on a day-to-day basis so as to minimise all medium and long-term risks. The major barrier to The Trust's development continues to be the difficulty of matching the demand for services across the peninsula with funding that would enable us to employ workers to deliver the services that are being called for by the general public and also, notably, by the same public authorities that continue not to fund us or any other LGB/T community services.

Statement of trustees' responsibilities

The trustees are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Intercom Trust

Report of the trustees for the year ended 31 August 2006

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 1993. They 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.

The trustees recommend that Thompson Jenner remain in office until further notice.

This report was approved by the trustees on 29 March 2007 and signed on their behalf by

**Karen Harris
Secretary**

The Intercom Trust

Independent examiner's report to the trustees on the unaudited financial statements of The Intercom Trust.

I report on the financial statements of The Intercom Trust for the year ended 31 August 2006 which comprise the statement of financial activities, the balance sheet and the related notes. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of trustees and independent examiner

As the charity's trustees you are responsible for the preparation of the accounts, you consider that the audit requirement of section 43(2) of the Charities Act 1993 (the Act) does not apply. It is my responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under section 43(7)(b) of the Act, whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with the General Directions given by the Charities Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (i) which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with section 41 of the Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Acthave not been met; or
- (ii) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Independent examiner

**G.J. Salter FCCA
Thompson Jenner
Chartered Accountants and
Registered Auditors
04 April 2007**

**Thompson Jenner
1 Colleton Crescent
Exeter
Devon
EX2 4DG**

The Intercom Trust

Statement of financial activities

For the year ended 31 August 2006

	Notes	Unrestricted funds £	Restricted funds £	2006 Total £	2005 Total £
Incoming resources					
Incoming resources from generating funds:					
Voluntary income	2	33,015	72,743	105,758	117,359
Investment income	3	1,663	-	1,663	958
Incoming resources from charitable activities	4	6,756	-	6,756	40,607
Other incoming resources	5	250	-	250	1,707
Total incoming resources		<u>41,684</u>	<u>72,743</u>	<u>114,427</u>	<u>160,631</u>
Resources expended					
Staff costs	7	30,082	56,462	86,544	76,978
Establishment costs		2,213	12,428	14,641	16,462
Motor and travelling expenses		2,450	3,535	5,985	6,297
Accountancy fees		1,215	-	1,215	2,585
Legal and professional fees		1,850	435	2,285	-
Communications and IT		3,075	-	3,075	3,140
Other office expenses		3,847	6,625	10,472	7,510
Research and development costs		17	-	17	5
Depreciation and impairment		2,793	-	2,793	1,506
Printing, postage and stationery		3,072	171	3,243	5,160
Advertising		1,947	962	2,909	6,177
Food & accommodation		30	-	30	410
Conference costs		96	15	111	5,448
Subscriptions		182	-	182	322
Space Youth Project - Grant payable		-	-	-	100
The Number One Centre Trust - Grant payable		-	-	-	1,750
Outskirts - Grants payable		-	-	-	75
Shout Group North Devon - Grant payable		-	-	-	100
Devon Youth Association - Grant payable		-	-	-	100
Total resources expended		<u>52,869</u>	<u>80,633</u>	<u>133,502</u>	<u>134,125</u>
Net (expenditure)/income for the year		<u>(11,185)</u>	<u>(7,890)</u>	<u>(19,075)</u>	<u>26,506</u>
Total funds brought forward		<u>41,296</u>	<u>15,733</u>	<u>57,029</u>	<u>30,523</u>
Total funds carried forward		<u>30,111</u>	<u>7,843</u>	<u>37,954</u>	<u>57,029</u>

The notes on pages 11 to 19 form an integral part of these financial statements.

The Intercom Trust

Balance sheet
as at 31 August 2006

	Notes	£	2006 £	£	2005 £
Fixed assets					
Tangible assets	9		7,106		3,068
Current assets					
Debtors	10	8,586		25,016	
Cash at bank and in hand		36,086		43,487	
		<u>44,672</u>		<u>68,503</u>	
Creditors: amounts falling due within one year	11	<u>(13,824)</u>		<u>(14,542)</u>	
Net current assets			<u>30,848</u>		<u>53,961</u>
Net assets			<u>37,954</u>		<u>57,029</u>
Funds	12				
Restricted income funds			7,843		15,733
Unrestricted income funds			<u>30,111</u>		<u>41,296</u>
Total funds			<u>37,954</u>		<u>57,029</u>

The financial statements were approved by the on 27 March 2007 and signed on its behalf by

Noel Beavis
Trustee

The notes on pages 11 to 19 form an integral part of these financial statements.

**Notes to financial statements
for the year ended 31 August 2006**

1. Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and the preceding year.

1.1. Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 (SORP 2005) and the Charities Act 1993.

1.2. Fund accounting

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds are funds which have been given for particular purposes and projects. More detail is given on the restricted funds note 13.

1.3. Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

Grants, including grants for the purchase of fixed assets, are recognised in full in the statement of financial activities in the year in which they are receivable. Grants received are mainly for training and consultancy services provided by the charity to a wide range of organisations across all sectors including from the Government and other public authorities.

Income from investments is included in the year in which it is receivable.

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Notes to financial statements for the year ended 31 August 2006

1.4. Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

1.5. Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred.

1.6. Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation. All assets costing more than £50 are capitalised. Depreciation is provided at rates calculated to write off the cost residual value of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment 25% straight line

1.7. Defined contribution pension schemes

The pension costs charged in the financial statements represent the contribution payable by the charity during the year. The regular cost of providing retirement pensions and related benefits is charged to the SOFA over the employees' service lives on the basis of a constant percentage of earnings.

2. Voluntary income

	Unrestricted funds £	Restricted funds £	2006 Total £	2005 Total £
Donations	565	-	565	7,699
Change Up (DEFRA and Home Office)	-	35,155	35,155	74,700
Department of Trade and Industry	-	-	-	30,000
Devon & Cornwall Police	20,000	-	20,000	600
Dorset LEA	-	-	-	460
Dorset Social Services	-	-	-	1,000
Other grant	12,450	-	12,450	2,900
Big Lottery Fund	-	23,554	23,554	-
Capacity Builders	-	14,034	14,034	-
	<u>33,015</u>	<u>72,743</u>	<u>105,758</u>	<u>117,359</u>

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Notes to financial statements
for the year ended 31 August 2006

3. Investment income

	Unrestricted funds £	2006 Total £	2005 Total £
Bank interest receivable	1,663	1,663	958
	<u>1,663</u>	<u>1,663</u>	<u>958</u>

4. Incoming resources from charitable activities

	Unrestricted funds £	2006 Total £	2005 Total £
Sale of goods/services	6,756	6,756	40,607
	<u>6,756</u>	<u>6,756</u>	<u>40,607</u>

5. Other incoming resources

	Unrestricted funds £	2006 Total £	2005 Total £
Recharged costs	-	-	1,707
HMRC online incentive	250	250	-
	<u>250</u>	<u>250</u>	<u>1,707</u>

6. Analysis of support costs

	Governance costs £	2006 Total £	2005 Total £
Accountancy charges	1,215	1,215	2,585
	<u>1,215</u>	<u>1,215</u>	<u>2,585</u>

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Notes to financial statements
for the year ended 31 August 2006

7. Employees

Employment costs	2006 £	2005 £
Wages and salaries	70,097	75,251
Social security costs	7,983	-
Pension costs	3,576	1,667
Other costs	4,888	60
	<u>86,544</u>	<u>76,978</u>

No employee received emoluments of more than £60,000 (2005 : None).

Number of employees

The average monthly numbers of employees during the year, calculated on the basis of full time equivalents, was as follows:

	2006 Number	2005 Number
Administration	<u>2</u>	<u>4</u>

7.1. Trustees' emoluments

	2006 £	2005 £
Remuneration and other emoluments	<u>-</u>	<u>-</u>
	Number	Number
Number of trustees to whom retirement benefits are accruing under a money purchase scheme	<u>-</u>	<u>-</u>

No Trustees have been reimbursed with any expenses during the year.

8. Pension costs

The charity operates a defined contribution pension scheme in respect of the the employees. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the charity and amounted to £3,576 (2005 : £1,667).

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Notes to financial statements
for the year ended 31 August 2006

9. Tangible fixed assets	Fixtures, fittings and equipment £	Total £
Cost		
At 1 September 2005	6,023	6,023
Additions	6,831	6,831
At 31 August 2006	<u>12,854</u>	<u>12,854</u>
Depreciation		
At 1 September 2005	2,955	2,955
Charge for the year	2,793	2,793
At 31 August 2006	<u>5,748</u>	<u>5,748</u>
Net book values		
At 31 August 2006	<u>7,106</u>	<u>7,106</u>
At 31 August 2005	<u>3,068</u>	<u>3,068</u>

10. Debtors : amounts falling due within one year	2006 £	2005 £
Trade debtors	8,000	23,879
Prepayments and accrued income	586	1,137
	<u>8,586</u>	<u>25,016</u>

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Notes to financial statements
for the year ended 31 August 2006

11. Creditors: amounts falling due
within one year

	2006	2005
	£	£
Trade creditors	271	-
Other creditors	11,438	9,390
Accruals and deferred income	2,115	5,152
	<u>13,824</u>	<u>14,542</u>

Other creditors includes 2 grants to other entities, as follows:

The Devon Strategic Partnership Equality Strategy and Scrutiny Group, a small consortium of voluntary sector agencies (Living Options Devon, AGILE, Devon Racial Equality Council, Fair Play South West and Intercom) who at the year end did not have a bank account. Devon County Council had given the consortium £10,000 which The Intercom Trust banked until an account could be opened for the consortium.

	2006	2005
	£	£
Balance at 1 September	9,390	-
Received in year	-	10,000
Expended in year	(3,612)	(610)
Balance at 30 September	<u>5,778</u>	<u>9,390</u>

Youth Lynx South West is a new independent network of all the LGB/T youth groups, LGB/T student officers and other individual you LGB/T people in the South West peninsula, formed with support from Intercom, which is currently provided the new project with banking and administrative facilities.

	2006	2005
	£	£
Balance at 1 September	-	-
Received in year	9,250	-
Expended in year	(3,790)	-
Balance at 30 September	<u>5,460</u>	<u>9,390</u>

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Notes to financial statements for the year ended 31 August 2006

12. Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total funds £
Fund balances at 31 August 2006 as represented by:			
Tangible fixed assets	7,106	-	7,106
Current assets	36,829	7,843	44,672
Current liabilities	(13,824)	-	(13,824)
	<u>30,111</u>	<u>7,843</u>	<u>37,954</u>

13. Unrestricted funds

	At 01/09/05 £	Incoming resources £	Outgoing resources £	At 31/08/06 £
Unrestricted Fund	<u>41,296</u>	<u>41,684</u>	<u>(52,869)</u>	<u>30,111</u>

Purposes of unrestricted funds

Unrestricted funds comprise of those funds which the trustees are free to use in accordance with the charitable objects.

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Notes to financial statements for the year ended 31 August 2006

14. Restricted funds

	At 01/09/05	Incoming resources	Outgoing resources	At 31/08/06
	£	£	£	£
Change up	15,720	35,155	(50,875)	-
DTI	13	-	(13)	-
Capacity Builders	-	14,034	(4,616)	9,418
Big Lottery Fund	-	23,554	(25,129)	(1,575)
	<u>15,733</u>	<u>72,743</u>	<u>(80,633)</u>	<u>7,843</u>

Purposes of restricted funds

The Change Up grant was from the Home Office and DEFRA, administered by Government Office for the South West. It was to support our work providing infrastructure services for LGB/T frontline groups across Cornwall, Devon, Dorset and Somerset, and to build our capacity to provide services into the future. The project ran from February 2005 to March 2006 and has now been succeeded by the Capacity Builders Continuation Fund, which started on 1 April 2006. As agreed in the terms and conditions of the grant, the charity is allowed to allocate a monthly figure to unrestricted funds in relation to a contribution to office and staff costs.

The DTI grant from the Department of Trade and Industry was part of their 2004-05 funding stream to promote awareness of the Employment Equality (Sexual Orientation) Regulations 2004. The grant was for a short-term project, from November 2004 to March 2006, to set-up a South West Employers Equality Forum and then hand it on to local employers to own and develop for themselves. As agreed in the grant terms and conditions of the grant, the charity is allowed to allocate a monthly figure to unrestricted funds in relation to a contribution to office and staff costs.

The Capacity Builders grant was from the Home Office and DEFRA, administered by Government Office for the South West. It was to support our work providing infrastructure services for LGB/T frontline groups across Cornwall, Devon, Dorset and Somerset, and to build our capacity to provide services into the future. The project ran from April 2006 to present. As agreed in the terms and conditions of the grant, the charity is allowed to allocate a monthly figure to unrestricted funds in relation to a contribution to office and staff costs.

The Big Lottery Fund Grant is to provide a dedicated Community Helpline and Advocacy team to cover Cornwall, Plymouth, Devon and Torbay for three years beginning in March 2006.

Notes to financial statements
for the year ended 31 August 2006

15. Financial commitments

At 31 August 2006 the charity had annual commitments under non-cancellable operating leases as follows:

	2006	2005
	£	£
Expiry date:		
Between one and five years	<u>6,320</u>	<u>6,824</u>

The charity has the above annual commitment in relation to a rental agreement for office space.

The total amount of the commitment is £31,600, £6,863 has already been charged in the accounts. The amount of the commitment outstanding at the year end is £24,737.

16. Comparative figures

Comparative figures for 2005 relate to the year ended 31st August 2005.