



Children In Distress

Annual Report & Financial Statements
31st December 2019

To cure, sometimes; To help, often; To comfort, always.

Registered Charity Number: SC039383 Registered Company Number: SC351218

Children in Distress

(A Company Limited by Guarantee)

Operating as part of the Children in Distress Charity Alliance

Annual Report and
Consolidated Accounts

31 December 2019

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Contents

Trustees, Officers & Advisors	4
Statement from the Chairman of The Board	6
Statement from Executive Director Valentina Zaharia	8
Legacies, Substantial Personal & Trust Donation.....	12
Public Benefit	14
Statement of Trustees' Responsibilities.....	15
Provision of Information to auditors	16
Recruitment and Appointment of Trustees.....	16
Report of the Trustees.....	17
Report of the Independent Auditors	18
Statement of Financial Activities	24
Balance Sheet.....	25
Cash Flow Statement.....	26
Notes to the Cash Flow Statement.....	27
Notes to the Financial Statements	28
Detailed Statement of Financial Activities.....	36

Trustees, Officers & Advisors

Chair

Dr Harry Ward

Trustee/Honorary Treasurer

John Burns

Trustee

Dr Robin Dunn

Trustee

Rev June Hurn

Trustee/Honorary Secretary

Cornelius McGill

Vice Chair

Canon Christopher Samuels

Governance & Legal Life President

Sir Neil Thorne OBE TD DL

Romanian Patron

Florin Chilan

Maria Popa

Executive Director for Romania & UK

Valentina Zaharia

Bankers

Royal Bank of Scotland Plc

City Branch

10 Gordon Street

Glasgow

G1 3PL

CID UK Administration

Operations Manager

Tina Connelly

Administrator/Fundraiser

Lesleyann Connelly

Administrator

Julian Dawydiak

Administrator

Edward Wieczysty

Accountant

Allan Gallacher

Shop Manager – Kirkbymoorside

Marie Catchpole

Shop Manager – Guisborough

Tracy England

Shop Manager – Shildon

Melanie Jukes

Registered Office & Principle Office

Children in Distress

Suite 30 94 Duke Street

Glasgow G4 0UW

Statutory Auditors

The Kelvin Partnership

The Cooper Building

505 Great Western Road

Glasgow

G12 8HN

Solicitors

Brechin Tyndal Oatts

48 St Vincent Street

Glasgow

G25 5HS



Statement from the Chairman of The Board

This period, which marks the 30th anniversary of our organisation, has presented our new CEO, reorganised Executive, Trustees and Supporters with a series of challenges.

At the beginning of 2019 we were buoyed by the imminent prospect of the arrival of a substantial legacy. In the event this was delayed until July, which served to emphasise our difficult financial position with revenues from all funding streams falling and with increasing demands for running costs and essential development projects for CIDRo.

Early in the year we received the encouragement of the Royal Patronage of HRH Princess Maria of Romania through the initiative of Trustee Anne-Marie Martin. There followed a spectacular Gala Concert on the Jeans for Dreams theme, attended by Princess Maria, in Bucharest.

Princess Maria expressed an interest in visiting the supporters in the UK and so a tour was organised in the UK comprising of a reception at the Romanian Cultural Institute in London, visits to a Primary and Secondary School in the South East who contribute to the Shoe Box campaign and a Romanian Orthodox Thanksgiving Service at St Dunstan's in the West Church in London. This was followed by a lunch attended by the Princess for supporters nearby. Both the Reception at the Cultural Institute and Thanksgiving Service were highlighted by performances by Soprano Nelly Miricioiu and accompanying pianist, David Gowland.

In quick succession there followed the 30th anniversary tour for supporters and Dinner attended by the Princess in Bucharest, both of which were major successes.

A heartfelt thanks goes out from the Trustees to our staff, Vali and Tina in particular, and supporters for the organisation and delivery of all these events against a background of the normal executive tasks of running the organisation.

Moreover in July we found that we were required to simplify our registration as a Charity which presented our Secretary of Trustees Neil McGill with a major task which is now complete. The Trustees are in debt



to Neil for the many hours and expertise that he has devoted to this task. A major development of the Royal patronage has been the inception of a Fundraising Committee organised by Anne-Marie comprising of representatives of the Romanian community in the UK who will support CIDRo directly.

Looking ahead we are presented with the ever-present task of utilising our resources for the benefit of Children with Special needs in Romania. The Trustees are all too aware that our financial position has been maintained by generous legacies over the last three years. Efforts to increase our regular funding streams continue against a very hard economic background.

The Fundraising Committee in the UK together with your continuing support will ensure that the excellent work over the last 30 years continues for many years to come.

Harry Ward

Mr Harry C Ward MS, FRCS.
Chairman of the Board of Trustees



Statement from Executive Director Valentina Zaharia



2019 Overview

Children in Distress has reached a crossroads at 30 years. It is in the process of redefining its future ambitions via a new strategic approach.

Fundraising is the priority of the charity, in order to continue to support the existing projects of the organization and to develop new ambitions for the future.

In 2019 the charity has benefitted from a relatively large legacy which will in reality only help to maintain its current commitments. It will also provide a base for developing new initiatives and a more consolidated growth plan.

The charity has:

- Developed a reputation of excellence as a quality- based carer and developer of high quality paediatric and welfare care for children with severe neurological conditions and other vulnerable categories in Romania.
- An accomplished and professional organisation which has developed and delivered audit programmes, conferences and training workshops
- Developed and focussed best practise on child centred care using multi-disciplinary therapies, counselling, welfare, social and educational techniques tailored to the specific of a child's needs.
- A highly committed and dedicated team of medical and core support staff
- Actively created local community involvement and volunteer assistance to help support the children in its care
- Worked with local and national government to establish standards and facilitate necessary legislative change
- Have invested in the care environment that ensures best practise in Health & Safety and child protection whilst complying also with local and national fire safety regulations
- Developed an alliance network of like-minded organisations leading to the improvement in care of children with disabilities caused as a result of accident, infection or genetics

- Developed Romanian based funding strategies and income streams (Jeans 4 Dreams, Charity events, Sponsors, Royal Patronage) to diversify its future funding options, eventually becoming less reliant on the UK to fund the organisation

Identified Threats:

- Greying existing supporter base in UK /Ageing Board
- Reducing interest in charity main care focus within Churches and support groups
- UK population's perception of Romanian nationals in the UK
- Media focus on other worthwhile causes
- Reluctancy to support the care of the terminally and incurably ill
- Impact of Brexit and other political instability in the UK and Romania
- Difficulties in acquiring a stable donor base in Romania;
- Lack of skills within team for future fundraising needs
- A lack of a comprehensive marcomms strategy that is directly aligned to the fundraising strategy

Opportunities:

- A willingness to invest in the future via a one-off impact legacy
- Community of 500,000 Romanian in the UK
- A new group of willing and highly professional volunteers who collectively possess the much-needed skills and contacts needed to realise some of our ambitions
- Alignment to active and engaged Romanian community groups in the UK
- Greater engagement with the British Romanian business community in the UK and in Romania
- Involving high earning Romanian professionals in the UK (particularly City of London)
- 5000 Romanian students in UK universities who could become potential supporters
- Young/ middle aged high worth/ high earning individuals making UK home and growing their children here
- Access to many famous Romanians in the field of culture, sport and art who can support major fundraising activities and events – concerts/ gala dinner

- Major professionally organised PR/ Marketing campaigns to raise awareness of those areas of the charity that are appealing to potential donors
- Access to new techniques and skills, particularly around PR/ Marketing and Social media/ stakeholder engagement
- Create a team for tomorrow and continue to professionalise the charity
- Attract younger/ next generation Trustees
- Attract a younger donor base

In 2019 we had started to implement charities' strategic objectives as follows:

CID continued to maintain the quality of residential social services facilities for children with severe neurological conditions, to maintain the operating license, and filling a gap increasingly left by lack of good services provided by the State.;

In 2019 we started to develop CID's organizational capacity in order to increase the performance and visibility of the foundation, providing innovative integrated social services with impact at the level of local communities; We had increase the visibility of the charity in the UK and Romania and particularly amongst the large Romanian diaspora community in the UK and the UK community in Romania.

We started to build a volunteer base in the UK and Romania that will provide access to alternative fundraising opportunities, building on volunteer skills and contacts.





Legacies, Substantial Personal & Trust Donation

Major Donors

Sir Neil Thorne
Ruth Jackson
Morag McIlwraith
Ken Taylor
Allan Hetherington
CF Turner
P A Carter
M K Walton
Julie Hancock
Sue Ward
Anne Pealing
Harry Ward
Sheila Morris
A Moon
Robin Dunn

Trusts & Foundations

The Fulmer Charitable Trust
Stokesly Christian Fellowship

Church Donations

Community of the holy cross
Manvers Street Baptist Church
Holy Cross Convent
Christ Church Lanark
PCC St Martins Sherwood
St Nicholas Church Chislehurst

Legacies/In memoriam

Elizabeth Pennefather
Joy Purser
DE Smith
Caroline Allan
Michael & Varuni Janson
Thelma Priscilla Telling
B Hobbs

Trusts and Charitable Company Status

The Charity is constituted as an international, non-political, not for profit charitable company and is governed by a declaration of trust signed in 1990, subsequently amended by a deed of trust in 1992 and an incorporation document in 2010.

Charity Registration

Children in Distress is a charity registered with the Charity Commissioner of England and Wales with a charity registration number 1001327, and in Scotland is registered with the Scottish Charity Regulator, with the registration number SC 39383. The incorporated charitable body is registered as a charity with both the Charity Commission for England and Wales and the office of the Charity Registrar in Scotland and to act entirely as a non-profit making organization.

The Charity Structure, Governance and Management Principles

The charity is overseen by a Board of Trustees which, with recent resignations, now comprises nine- non-executive Trustee/Directors who each serve without payment having, on a voluntary basis, foregone the reimbursement of UK travelling expenses. Two are perhaps fortunate to be assisted by independent local support group donations, which make personal donations covering any additional cost incurred on their behalf. However, it is acknowledged that whilst acting for or on behalf of Copii in Dificultate, Positivplus+ or Ajutor, Speran I Hospice (ASH) – Help, Hope and Hospice as project consultants, Medical advisors or charity training consultants, Trustees may opt to be partially reimbursed for travel expenses and accommodation costs. The Charity Trustee/Directors normally meet five times a year for board meetings and also meet on other occasions as required, and frequently use the immediacy of ICT to communicate to review strategy and performance with other members of the Board, the Chief Executive, administration and project management teams in the field. Directors are normally elected to serve for a three-year period and may be reselected for a further term of three years.

Public Benefit

Children in Distress serves the children of Romania and surrounding countries through its partner organisations. The Charity works with organisations that provide child-focused and child-friendly high standard best practice hospice care, free at the point of delivery, and child development and educational and welfare opportunities for those who need them. Children and families are accepted based on need and residential proximity, not on race, religion or ability to pay. The education provided to professionals in education, medicine, the disciplines allied to medicine and social welfare is subsidised where possible.

The Trustees confirm that they have referred to the Charity Commission guidance on public benefit when reviewing the aims and objectives of the Charity.



Statement of Trustees' Responsibilities

The Trustees (who are also directors of the charitable company for the purposes of Company Law) are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources of the charitable company, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- Select suitable accounting policies and apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and accounting estimates that are reasonable and prudent;
- State whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records, that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time, the financial position of the charitable company and to enable them to ensure that the accounts comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website www.childrenindistress.org. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Provision of Information to auditors

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- So far as that Trustee is aware, there is no relevant audit information of which the charitable company's auditors are unaware, and
- That Trustee has taken all the necessary steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Recruitment and Appointment of Trustees

The Trustees aim to maintain a board of nine to ten members with a range of skills and experience. When vacancies in the board arise then new Trustees are recruited by recommendation from Trustees and friends of the Charity. New Trustees are interviewed and then proposed to the Board for appointment by the Chair at the next Annual General Meeting.

The Trustees have the right to co-opt to their number candidates, who may subsequently be appointed a Trustee by general agreement at the Annual General Meeting of Trustees following their co-option. Once appointed, Trustees are given the Charity Commission's booklet about the responsibilities of being a Trustee and a summary of the history, personnel and activities of the charity. They are invited to an induction event and to participate in an orientation visit to projects in-country and given further opportunities for training as required.

Reserves

The Trustees have adopted a reserves policy, which they consider appropriate to ensure the continued ability of the Charity to meet its objectives. The Charity aims to maintain reserves at a level, which will provide a minimum of three months of running costs in available unrestricted resources.

Investments

The Board of Trustees takes investment decisions. The Charity's investments policy is to maximise returns through investment in deposit accounts with British owned banks, which are fully covered by the

Government's guarantee scheme.

Grant Making Policies

All projects that are accepted for assistance must be able to demonstrate that they fulfil the objectives of the Charity. Rigorous controls and procedures are in place to ensure that grant money is spent on its intended purpose.

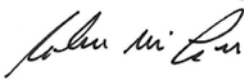
Risk

The Trustees have in place a policy for the identification and mitigation of risks, and for ensuring that an appropriate system of internal controls is in place and working effectively. Internal controls have been established to minimise the risks associated with the authorisation of transactions and the safeguarding of assets, and to ensure that financial information is reliable. Procedures are in place to ensure compliance with relevant laws and regulations.

Report of Trustees for the year ending 30th September 2018

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies' regime. This report was approved by the Trustees and signed on their behalf by:

Cornelius McGill
Trustee



7 May 2019



REGISTERED CHARITY NUMBER: SC039383

**Report of the Trustees and
Financial Statements for the Period 1 October 2018 to 31 December 2019
for
Children in Distress**

The
KELVIN
Partnership
CHARTERED ACCOUNTANTS

The Kelvin Partnership Ltd
Statutory Auditor
Chartered Accountants
The Cooper Building
505 Great Western Road
Glasgow
G12 8HN

**Contents of the Financial Statements
for the Period 1 October 2018 to 31 December 2019**

Report of the Trustees	20
Report of the Independent Auditors	22
Statement of Financial Activities	24
Balance Sheet	25
Cash Flow Statement	26
Notes to the Cash Flow Statement	27
Notes to the Financial Statements	28
Detailed Statement of Financial Activities	36

Children in Distress

**Report of the Trustees
for the Period 1 October 2018 to 31 December 2019**

The trustees present their report with the financial statements of the charity for the period 1 October 2018 to 31 December 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

SC039383

Principal address

Suite 30
Ladywell Business Centre
94 Duke Street
GLASGOW
G4 0UW

Trustees

Dr V Amadi	- resigned 14.8.19
Dr R Dunn	- resigned 22.11.18
Mrs A Hughes	
Canon C Samuels	Vice Chair
Rev J Hurn	
C McGill	- appointed 7.5.19
Sir N Thome	
H Ward	Chairman
J Burns	
Mrs A Martin	- resigned 18.2.20
Mrs C Henderson - Docherty	- resigned 27.11.18
M C Mita	- appointed 7.5.19
	- resigned 14.8.19

Auditors

The Kelvin Partnership Ltd
Statutory Auditor
Chartered Accountants
The Cooper Building
505 Great Western Road
Glasgow
G12 8HN

CEO

Valentina Zaharia - appointed 1.1.19

Children in Distress

**Report of the Trustees
for the Period 1 October 2018 to 31 December 2019**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees are responsible 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).

The law applicable to charities in Scotland, the Charities and Trustee Investment (Scotland) Act 2005, Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the 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 enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution. 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.

Approved by order of the board of trustees on **7 May 2019** and signed on its behalf by:

Harry Ward
.....
H Ward - Trustee

**Report of the Independent Auditors to the Trustees of
Children in Distress**

Opinion

We have audited the financial statements of Children in Distress (the 'charity') for the period ended 31 December 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 September 2019 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 and the Charities Act 1993.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 1993 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements ; or
- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Report of the Independent Auditors to the Trustees of

Children in Distress

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

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

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

The Kelvin Partnership Ltd
Statutory Auditor
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Chartered Accountants
The Cooper Building
505 Great Western Road
Glasgow
G12 8HN

Date: **7 May 2019**.....

Children in Distress

Statement of Financial Activities
for the Period 1 October 2018 to 31 December 2019

	Notes	Unrestricted fund £	Restricted funds £	Period 1.10.18 to 31.12.19 Total funds £	Year Ended 30.9.18 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	1,128,626	-	1,128,626	798,092
Other trading activities	3	131,338	-	131,338	96,600
Investment income	4	1,063	-	1,063	15
Total		<u>1,261,027</u>	<u>-</u>	<u>1,261,027</u>	<u>894,707</u>
EXPENDITURE ON					
Raising funds	5	293,931	-	293,931	238,083
Charitable activities	6				
Direct charitable expenditure		723,616	-	723,616	661,672
Support costs		120	-	120	-
Other		27,729	-	27,729	-
Total		<u>1,045,396</u>	<u>-</u>	<u>1,045,396</u>	<u>899,755</u>
NET INCOME/(EXPENDITURE)		<u>215,631</u>	<u>-</u>	<u>215,631</u>	<u>(5,048)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>91,429</u>	<u>-</u>	<u>91,429</u>	<u>96,477</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>307,060</u></u>	<u><u>-</u></u>	<u><u>307,060</u></u>	<u><u>91,429</u></u>

The notes form part of these financial statements

Children in Distress

Balance Sheet
At 31 December 2019

	Notes	Unrestricted fund £	Restricted funds £	31.12.19 Total funds £	30.9.18 Total funds £
FIXED ASSETS					
Tangible assets	12	9,974	-	9,974	10,714
CURRENT ASSETS					
Debtors	13	19,800	-	19,800	18,105
Cash at bank and in hand		295,850	-	295,850	141,575
		<u>315,650</u>	<u>-</u>	<u>315,650</u>	<u>159,680</u>
CREDITORS					
Amounts falling due within one year	14	(18,564)	-	(18,564)	(78,965)
NET CURRENT ASSETS		<u>297,086</u>	<u>-</u>	<u>297,086</u>	<u>80,715</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>307,060</u>	<u>-</u>	<u>307,060</u>	<u>91,429</u>
NET ASSETS		<u><u>307,060</u></u>	<u><u>-</u></u>	<u><u>307,060</u></u>	<u><u>91,429</u></u>
FUNDS	15				
Unrestricted funds				<u>307,060</u>	<u>91,429</u>
TOTAL FUNDS				<u><u>307,060</u></u>	<u><u>91,429</u></u>

The financial statements were approved by the Board of Trustees on **7 May 2019** and were signed on its behalf by:

Harry Ward
.....
H Ward -Trustee

The notes form part of these financial statements

Children in Distress

Cash Flow Statement
for the Period 1 October 2018 to 31 December 2019

	Notes	Period 1.10.18 to 31.12.19 £	Year Ended 30.9.18 £
Cash flows from operating activities:			
Cash generated from operations	1	155,542	47,836
Net cash provided by (used in) operating activities		<u>155,542</u>	<u>47,836</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(2,330)	(1,500)
Interest received		1,063	15
Net cash provided by (used in) investing activities		<u>(1,267)</u>	<u>(1,485)</u>
Change in cash and cash equivalents in the reporting period		<u>154,275</u>	<u>46,351</u>
Cash and cash equivalents at the beginning of the reporting period		<u>141,575</u>	<u>95,224</u>
Cash and cash equivalents at the end of the reporting period		<u><u>295,850</u></u>	<u><u>141,575</u></u>

The notes form part of these financial statements

Children in Distress

Notes to the Cash Flow Statement
for the Period 1 October 2018 to 31 December 2019

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Period 1.10.18 to 31.12.19 £	Year Ended 30.9.18 £
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	215,631	(5,048)
Adjustments for:		
Depreciation charges	3,070	1,525
Interest received	(1,063)	(15)
Increase in debtors	(1,695)	(1,258)
(Decrease)/increase in creditors	(60,401)	52,632
Net cash provided by (used in) operating activities	<u>155,542</u>	<u>47,836</u>

Children in Distress

Notes to the Financial Statements
for the Period 1 October 2018 to 31 December 2019

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities and Trustee Investment (Scotland) Act 2005. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Allocation and apportionment of costs

Resources expended are included in the statement of financial activities on an accruals basis inclusive of any VAT, which cannot be recovered and have been apportioned to cost categories as follows:

	Costs of generating funds	Direct charitable expenditure	Support for direct charitable expenditure	Governance
Wages and salaries - dependent on employee activity				
Legal and professional fees	-	-	100%	-
Bank charges	30%	60%	-	10%
Book-keeper	-	-	-	100%
Audit and accountancy	-	-	-	100%
Telephone	30%	50%	10%	10%
Hotel and travel expenses	10%	80%	10%	-
All other expenditure	80%	-	10%	10%

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost and 33% on reducing balance

Taxation

The charity is exempt from tax on its charitable activities.

Children in Distress

Notes to the Financial Statements - continued
for the Period 1 October 2018 to 31 December 2019

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.19	30.9.18
	£	£
Trade creditors	9,736	12,352
Taxation and social security	3,044	2,325
Other creditors	5,784	64,288
	<u>18,564</u>	<u>78,965</u>

15. MOVEMENT IN FUNDS

	At 1.10.18	Net movement	At 31.12.19
	£	in funds	£
		£	
Unrestricted funds			
General fund	91,429	215,631	307,060
	<u>91,429</u>	<u>215,631</u>	<u>307,060</u>
TOTAL FUNDS			
	<u>91,429</u>	<u>215,631</u>	<u>307,060</u>

Net movement in funds, included in the above are as follows:

	Incoming	Resources	Movement in
	resources	expended	funds
	£	£	£
Unrestricted funds			
General fund	1,261,027	(1,045,396)	215,631
	<u>1,261,027</u>	<u>(1,045,396)</u>	<u>215,631</u>
TOTAL FUNDS			
	<u>1,261,027</u>	<u>(1,045,396)</u>	<u>215,631</u>

Comparatives for movement in funds

	At 1.10.17	Net movement	At 30.9.18
	£	in funds	£
		£	
Unrestricted Funds			
General fund	96,477	(5,048)	91,429
	<u>96,477</u>	<u>(5,048)</u>	<u>91,429</u>
TOTAL FUNDS			
	<u>96,477</u>	<u>(5,048)</u>	<u>91,429</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming	Resources	Movement in
	resources	expended	funds
	£	£	£
Unrestricted funds			
General fund	894,707	(899,755)	(5,048)
	<u>894,707</u>	<u>(899,755)</u>	<u>(5,048)</u>
TOTAL FUNDS			
	<u>894,707</u>	<u>(899,755)</u>	<u>(5,048)</u>

Children in Distress

Notes to the Financial Statements - continued
for the Period 1 October 2018 to 31 December 2019

4. INVESTMENT INCOME

	Period 1.10.18 to 31.12.19 £	Year Ended 30.9.18 £
Deposit account interest	1,063	15

5. RAISING FUNDS

Raising donations and legacies

	Period 1.10.18 to 31.12.19 £	Year Ended 30.9.18 £
Shop wages	43,188	32,475
Shop rent and rates	33,500	26,740
Shop heat light and insurance	2,896	1,887
Shop repairs, sundries and telephone	388	209
Shop motor expenses	13,677	9,248
Printing, appeals, advertising publications and exhibitions	27,569	21,628
Salaries - fund raising	31,518	27,487
Wages and salaries - UK	77,472	71,021
Pensions	2,980	3,867
Rent and rates	26,087	24,551
Insurance	1,323	903
Postage, stationery, copying, advertising and computer costs	12,894	8,870
Motor expenses	932	3,724
Telephone	2,255	1,045
Equipment leasing	2,992	2,370
Hotel and travel expenses	3,602	725
Sundry expenses - UK	113	112
Depreciation	2,616	1,221
Romanian royal visit	6,924	-
30th Anniversary event	1,005	-
	<u>293,931</u>	<u>238,083</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 7) £	Support costs (See note 8) £	Totals £
Direct charitable expenditure	713,174	10,442	723,616
Support costs	-	120	120
	<u>713,174</u>	<u>10,562</u>	<u>723,736</u>

Children in Distress

Notes to the Financial Statements - continued
for the Period 1 October 2018 to 31 December 2019

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	Period 1.10.18 to 31.12.19	Year Ended 30.9.18
	£	£
Staff costs	16,043	19,514
Gifts in kind	241,335	295,335
Grants	349,033	271,453
Travel and subsistence	6,106	3,268
Carriage and general transport	808	7,098
Staff training and welfare	6,430	4,817
Transport and warehousing	20,000	20,000
Supporters tour to Romania	24,400	-
Romanian scholarships	40,000	-
Telephone	2,136	1,743
Hotel and travel expenses	235	90
Bank charges	6,648	4,648
	<u>713,174</u>	<u>627,966</u>

8. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Other resources expended	-	27,729	27,729
Direct charitable expenditure	5,762	4,680	10,442
Support costs	120	-	120
	<u>5,882</u>	<u>32,409</u>	<u>38,291</u>

Support costs, included in the above, are as follows:

Management

	Direct charitable expenditure £	Support costs £	Total activities £	Period 1.10.18 to 31.12.19	Year Ended 30.9.18
	£	£	£	£	£
Pensions	244	-	244		484
Rent and rates	2,558	-	2,558		3,068
Insurance	-	120	120		112
Postage, stationery, copying, advertising and computer costs	1,128	-	1,128		1,108
Motor expenses	116	-	116		466
Telephone	854	-	854		697
Equipment leasing	287	-	287		296
Hotel and travel expenses	235	-	235		90
Sundry expenses - UK	113	-	113		35
Depreciation	227	-	227		152
	<u>5,762</u>	<u>120</u>	<u>5,882</u>		<u>6,508</u>

Children in Distress

Notes to the Financial Statements - continued
for the Period 1 October 2018 to 31 December 2019

8. SUPPORT COSTS - continued

Governance costs

			Period 1.10.18 to 31.12.19	Year Ended 30.9.18
	Other resources expended £	Direct charitable expenditure £	Total activities £	Total activities £
Auditors' remuneration	8,370	-	8,370	6,000
Wages and salaries - UK	16,649	-	16,649	13,193
Sundry expenses - UK	910	-	910	840
Professional fees	1,500	-	1,500	1,479
Trustees expenses	300	-	300	-
Pensions	-	244	244	484
Rent and rates	-	2,558	2,558	3,068
Insurance	-	120	120	112
Postage, stationery	-	1,128	1,128	1,108
Motor expenses	-	116	116	466
Equipment leasing	-	287	287	296
Depreciation	-	227	227	152
	<u>27,729</u>	<u>4,680</u>	<u>32,409</u>	<u>27,198</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the period ended 31 December 2019 nor for the year ended 30 September 2018 .

Trustees' expenses

There were no trustees' expenses paid for the period ended 31 December 2019 nor for the year ended 30 September 2018 .

10. STAFF COSTS

	30.09.18 £	30.09.17 £
Wages and salaries	163,690	161,943
Pension costs	4,835	4,922
	<u>168,525</u>	<u>166,865</u>

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	798,092	-	798,092
Other trading activities	96,600	-	96,600
Investment income	15	-	15

Children in Distress

Notes to the Financial Statements - continued
for the Period 1 October 2018 to 31 December 2019

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued				
	Unrestricted fund £	Restricted funds £	Total funds £	
Total	894,707	-	894,707	
EXPENDITURE ON				
Raising funds	238,083	-	238,083	
Charitable activities				
Direct charitable expenditure	661,672	-	661,672	
Total	899,755	-	899,755	
NET INCOME/(EXPENDITURE)	(5,048)	-	(5,048)	
RECONCILIATION OF FUNDS				
Total funds brought forward	96,477	-	96,477	
TOTAL FUNDS CARRIED FORWARD	<u>91,429</u>	<u>-</u>	<u>91,429</u>	
12. TANGIBLE FIXED ASSETS				
	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 October 2018	4,000	16,100	52,390	72,490
Additions	-	-	2,330	2,330
At 31 December 2019	<u>4,000</u>	<u>16,100</u>	<u>54,720</u>	<u>74,820</u>
DEPRECIATION				
At 1 October 2018	4,000	11,115	46,661	61,776
Charge for year	-	1,558	1,512	3,070
At 31 December 2019	<u>4,000</u>	<u>12,673</u>	<u>48,173</u>	<u>64,846</u>
NET BOOK VALUE				
At 31 December 2019	<u>-</u>	<u>3,427</u>	<u>6,547</u>	<u>9,974</u>
At 30 September 2018	<u>-</u>	<u>4,985</u>	<u>5,729</u>	<u>10,714</u>
13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR				
Other debtors			31.12.19 £ 19,800	30.9.18 £ 18,105

Children in Distress

Notes to the Financial Statements - continued
for the Period 1 October 2018 to 31 December 2019

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.19	30.9.18
	£	£
Trade creditors	9,736	12,352
Taxation and social security	3,044	2,325
Other creditors	5,784	64,288
	<u>18,564</u>	<u>78,965</u>

15. MOVEMENT IN FUNDS

	At 1.10.18	Net movement	At 31.12.19
	£	in funds	£
Unrestricted funds		£	
General fund	91,429	215,631	307,060
	<u>91,429</u>	<u>215,631</u>	<u>307,060</u>
TOTAL FUNDS	<u>91,429</u>	<u>215,631</u>	<u>307,060</u>

Net movement in funds, included in the above are as follows:

	Incoming	Resources	Movement in
	resources	expended	funds
	£	£	£
Unrestricted funds			
General fund	1,261,027	(1,045,396)	215,631
	<u>1,261,027</u>	<u>(1,045,396)</u>	<u>215,631</u>
TOTAL FUNDS	<u>1,261,027</u>	<u>(1,045,396)</u>	<u>215,631</u>

Comparatives for movement in funds

	At 1.10.17	Net movement	At 30.9.18
	£	in funds	£
		£	
Unrestricted Funds			
General fund	96,477	(5,048)	91,429
	<u>96,477</u>	<u>(5,048)</u>	<u>91,429</u>
TOTAL FUNDS	<u>96,477</u>	<u>(5,048)</u>	<u>91,429</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming	Resources	Movement in
	resources	expended	funds
	£	£	£
Unrestricted funds			
General fund	894,707	(899,755)	(5,048)
	<u>894,707</u>	<u>(899,755)</u>	<u>(5,048)</u>
TOTAL FUNDS	<u>894,707</u>	<u>(899,755)</u>	<u>(5,048)</u>

Children in Distress

**Notes to the Financial Statements - continued
for the Period 1 October 2018 to 31 December 2019**

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the period ended 31 December 2019.

Children in Distress

Detailed Statement of Financial Activities
for the Period 1 October 2018 to 31 December 2019

	Period 1.10.18 to 31.12.19 £	Year Ended 30.9.18 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	394,269	325,169
Gift aid	59,976	49,416
Legacies	410,546	106,172
Trust income	2,500	2,000
Donated services and facilities	261,335	315,335
	<hr/>	<hr/>
	1,128,626	798,092
Other trading activities		
Fundraising events	2,454	4,230
Shop income	128,884	92,370
	<hr/>	<hr/>
	131,338	96,600
Investment income		
Deposit account interest	1,063	15
	<hr/>	<hr/>
Total incoming resources	1,261,027	894,707
EXPENDITURE		
Raising donations and legacies		
Shop wages	43,188	32,475
Shop rent and rates	33,500	26,740
Shop heat light and insurance	2,896	1,887
Shop repairs, sundries and telephone	388	209
Shop motor expenses	13,677	9,248
Printing, appeals, advertising publications and exhibitions	27,569	21,628
Salaries - fund raising	31,518	27,487
Wages and salaries - UK	77,472	71,021
Pensions	2,980	3,867
Rent and rates	26,087	24,551
Insurance	1,323	903
Postage, stationery, copying, advertising and computer costs	12,894	8,870
Motor expenses	932	3,724
Telephone	2,255	1,045
Equipment leasing	2,992	2,370
Hotel and travel expenses	3,602	725
Sundry expenses - UK	113	112
Depreciation	2,616	1,221
Romanian royal visit	6,924	-
30th Anniversary event	1,005	-
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	293,931	238,083

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Children in Distress

**Detailed Statement of Financial Activities
for the Period 1 October 2018 to 31 December 2019**

	Period 1.10.18 to 31.12.19 £	Year Ended 30.9.18 £
Charitable activities		
Wages and salaries - UK	16,043	19,514
Gifts in kind	241,335	295,335
Grants	349,033	271,453
Travel and subsistence	6,106	3,268
Carriage and general transport	808	7,098
Staff training and welfare	6,430	4,817
Transport and warehousing	20,000	20,000
Supporters tour to Romania	24,400	-
Romanian scholarships	40,000	-
Telephone	2,136	1,743
Hotel and travel expenses	235	90
Bank charges	6,648	4,648
	<hr/>	<hr/>
	713,174	627,966
Support costs		
Management		
Pensions	244	484
Rent and rates	2,558	3,068
Insurance	120	112
Postage, stationery, copying, advertising and computer costs	1,128	1,108
Motor expenses	116	466
Telephone	854	697
Equipment leasing	287	296
Hotel and travel expenses	235	90
Sundry expenses - UK	113	35
Depreciation	227	152
	<hr/>	<hr/>
	5,882	6,508
Governance costs		
Auditors' remuneration	8,370	6,000
Wages and salaries - UK	16,649	13,193
Pensions	244	484
Rent and rates	2,558	3,068
Insurance	120	112
Postage, stationery	1,128	1,108
Motor expenses	116	466
Equipment leasing	287	296
Sundry expenses - UK	910	840
Professional fees	1,500	1,479
Depreciation	227	152
Trustees expenses	300	-
	<hr/>	<hr/>
	32,409	27,198
Total resources expended	<hr/>	<hr/>
	1,045,396	899,755
Net income/(expenditure)	<hr/>	<hr/>
	215,631	(5,048)

This page does not form part of the statutory financial statements

How to contact us and keep up to date with the Charity's work

The Children in Distress and Copii in Dificultate Websites are constantly being updated; reviewed and improved these sites reflect items of news and the changing nature of the Charity's work

www.childrenindistress.org

www.cid.org

Further contact information:

Children in Distress UK
Suite 30
Ladywell Business Centre
94 Duke Street Glasgow
G4 0UW
Tel: 0044 (0) 141 559 5690
E-mail: admin2@childrenindistress.org.uk

St Margaret's Complex of Child Care Services
Str.Radu de la Afumati . No16
Bucharest Sector 2
Tel/fax: +40-(0)21-210 31 21
E-mail: bucuresti@cid.org.ro

St Andrew's Complex of
Child Care Services
B-Dul. Petrochimistilor nr 18,
Pitești,
Argeș
Tel: +40-(0)248 25 11 32;
E-mail: pitesti@cid.org.ro

St Michael's School for Children with
Autistic Spectrum Disorder
Neatarnarii rd.
Sector 1
Bucharest
Tell/fax: +40-(0)21-667 64 33
E-mail: sf.mihail@cid.org.ro

St Nicholas Child Development and Therapies Centre
Radu de la Afumati st no16
Tel/fax: +40-(0)21-210 31 21
E-mail: bucuresti@cid.org.ro



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<https://twitter.com/ChildrenID>

To cure, sometimes; To help, often; To comfort, always.