

REGISTERED COMPANY NUMBER: 1773933 (England and Wales)
REGISTERED CHARITY NUMBER: 288388

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2014
FOR
THE BUSOGA TRUST AND SUBSIDIARY

Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

THE BUSOGA TRUST AND SUBSIDIARY

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014

	Page
Report of the Trustees	1 to 4
Report of the Independent Auditors	5 to 6
Consolidated Statement of Financial Activities	7
Consolidated and Charity Balance Sheets	8
Notes to the Financial Statements	9 to 15

THE BUSOGA TRUST AND SUBSIDIARY

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2014**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2014. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
1773933 (England and Wales)

Registered Charity number
288388

Registered office
St Margaret Pattens Church
Eastcheap
London
EC3M 1HS

Trustees

Andrew Taylor - Chairman	
Robert Griffin	
Ali Pople	(Deceased 20/02/14)
Nicholas Journeaux	
Frances David	(Deceased 12/09/13)
Canon Andrew Pearson	
Donald Pearson	(Retired by rotation 18/11/13)
Jonathan Franklin	(Appointed 18/11/13)
Jeremy Bugler	(Appointed 18/11/13)

Senior Management

Johnson Waibi	Country Programme Manager
John Bosco Kabuye	Internal Auditor
Robin Waugh	UK operations/Development manager – until December 2013
Nick Ives	UK operations/Development manager – from December 2013

Company Secretary

D S C Pearson

Auditors

Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

Bankers

Standard Chartered Bank Ltd – Jinja Branch
Crane Bank Ltd – Jinja Branch
Stanbic Bank (U) Ltd – Luwero Branch
Centenary Bank Ltd – Luwero Branch
Barclays Bank (U) Ltd – Masindi Branch
Stanbic Bank (U) Ltd – Mpigi Branch
Centenary Bank – Wobulenzi Branch
Natwest Plc – UK

THE BUSOGA TRUST AND SUBSIDIARY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2014

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is constituted as a company limited by guarantee, incorporated on 29 November 1983 under a Memorandum of Association which established the objects and powers of the charitable company. It is governed under its Articles of Association. In the event of the company being wound up, the members are required to contribute an amount not exceeding £1 each. The Trust has dispensation from the relevant authorities to omit the word "Limited" from its name.

Recruitment and appointment of new trustees

All directors of the company are also trustees of the charity, and there are no other trustees. The Board has the power to appoint additional trustees as it considers fit to do so. The trustees become eligible for re-election every three years.

Related parties

The charity, by virtue of common trustees, controls The Busoga Trust (B.T.), a non-governmental organisation (registration number S5914/3078) in Uganda. These financial statements contain the consolidated results for both entities.

Public benefit

The organisation's trustees can confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission. Significant activities that we undertook during the year that demonstrate public benefit are set out on the following pages.

Risk management

The trustees have conducted a review of the major risks to which the charity is exposed. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all projects and transactions. Procedures are in place to ensure compliance with health and safety of staff, volunteers and others. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Busoga Trust is a UK based NGO (non-governmental organisation) operating primarily in Uganda. Initially working purely as a rural safe water provider, we have expanded our remit to encompass sanitation and hygiene, including in a peri-urban context.

The Busoga Trust operates with the aim of removing the burden of disease from the shoulders of Ugandan men, women and children in order to help them build healthy and prosperous communities.

We do this primarily through the implementation of water, sanitation and hygiene interventions;

Water : Shallow hand dug wells, shallow drilled wells, drilled boreholes, rainwater harvesting and spring protection.

Sanitation : Community-Led Total Sanitation, peri-urban community sanitation (funded through micro-finance), Ecosan latrine, ventilated improved pit latrines, school sanitation awareness campaigns (educational), school sanitation latrine block construction.

Hygiene : Home improvement Campaigns, educational radio talk shows, hand washing facilities.

Our business model is one of a service provider, we operate in partnership with funding bodies to implement programmes on the ground. We have been fortunate to enjoy successful partnerships with organisations such as DFID, Comic Relief, Plan Uganda, WaterAid, UN Habitat, The Water Trust, Simavi and, most recently, Global Fund.

THE BUSOGA TRUST AND SUBSIDIARY

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2014

ACHIEVEMENTS AND PERFORMANCE

The good work continued in 2013/14. Our results were:

- 1 66 New Community Water Sources
- 2 84 Rehabilitated Community Water Sources
- 3 36 Domestic Rainwater Tanks for individual homes
- 4 7 HICs (Home Improvement)
- 5 54 Flush Toilets/ventilated improved pit latrines (VIP latrines)
- 6 150 CLTS (Community Led Total Sanitation) Campaigns
- 7 150 Water User Committees elected and trained in their responsibilities for well upkeep and maintenance (including collection of funds)
- 8 Restoration of the BT Water Source Database to include all BT sources
- 9 Long Term Educational Support continued, for the 10th year, to enable orphan children of former Trust employees to achieve good qualifications.
- 10 Renewal of BT's Good Governance Project from the Danish Embassy.
- 11 New 3 year partnership formed with Global Fund for the prevention of Malaria and Aids in Luwero

In total over 76,000 have gained, or had restored, access to clean, safe water and improved sanitation. B.T. has successfully entered a long term partnership with a non-profit company called Whave, in order to achieve 100% functionality of all our wells. We are doing this by incentivising a new cadre of Water Service Professionals, (WSPs), who will make their living by ensuring that all their 20 to 30 wells are functioning 24/7. They will also be charged to ensure that levels of domestic hygiene and sanitation in their communities are high and getting higher. So far nearly 180 wells are included in this project, having been monitored and audited by Whave to ensure functionality, cleanliness, good sanitation and hygiene.

This innovative project has huge potential. At present, failure rates in water development across Africa are 30% to 70%. This is a human tragedy for the millions who have lost the clean water they once enjoyed, with little prospect of redress. B.T. and Whave wish to demonstrate that 100% functionality is achievable.

Furthermore, we have made much progress in the UK:

- 1 For the first time in B.T.'s history we now have a full time London office
- 2 The donor database is now fully established and continues to be a useful resource
- 3 We continue to develop our digital presence and now have a portfolio consisting of 3 professional short, high quality, high impact films to show prospective supporters. A longer documentary on the history of the Trust is due for completion in late 2014.

FINANCIAL REVIEW

Reserves policy

At the 31 March 2014, the charity had free reserves of £220,336. Historically the trust has tended to receive some substantial donations during the winter months resulting in particularly high reserves at the year end and much lower reserves by the end of the summer. The timing of donations results in the free reserves fluctuating quite significantly over the course of the financial year. The trustees aim to maintain sufficient reserves to fund the running and development of the charity, in accordance with the charitable objects. With that in mind the trustees consider that reserves in the range of £100,000 - £150,000 are appropriate which would represent approximately 3 months of operating expenditure.

FINANCIAL REVIEW

Investment policy and objectives

Under the Memorandum and Articles of Association, the charity has the power to make any investment which the trustees see fit. The company invests surplus funds in capital and premium reserve accounts at a bank. The trustees consider that combining instant access and a modest return on investment is the most suitable investment policy for the Trust.

FUTURE DEVELOPMENTS

We have every hope to achieve similar outcomes in the current/coming financial year, barring any unforeseen developments in Uganda. There will, however, be a slight shift in the weighting of our outputs with more emphasis being placed on rehabilitations as we work to achieve our goal of 100% functionality of all B.T. sources and beyond B.T. will also continue to support the excellent MICROSAN (Micro Credit for Sanitation) project in Bugembe and would expect to see a similar output level across the year.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of The Busoga Trust for the purposes of company law) 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).

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, including the income and expenditure, of the charitable company 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;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

ON BEHALF OF THE BOARD:

.....
Andrew Pearson
Canon Andrew Pearson - Trustee

Date:
1/2/14

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE BUSOGA TRUST AND SUBSIDIARY

We have audited the financial statements of The Busoga Trust and subsidiary for the year ended 31 March 2014 on pages seven to fifteen. 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).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and to charitable company's trustees, as a body, in accordance with regulations made under section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charitable company's members and its trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page four, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed auditor under the Companies House 2006 and section 151 of the Charities Act 2011 and report in accordance with those Acts. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of group's and the parent charitable company's affairs as at 31 March 2014 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE BUSOGA TRUST AND SUBSIDIARY**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- The parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Julia Mortimer (Senior Statutory Auditor)
for and on behalf of Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

Date: 8 December 2014

THE BUSOGA TRUST AND SUBSIDIARY

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2014

	Notes	Unrestricted fund £	Restricted funds £	2014 Total funds £	2013 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	558,095	-	558,095	584,289
Investment income	3	104	-	104	287
Incoming resources from charitable activities					
Luwero project		8,419	-	8,419	16,320
Jinja project		6,990	-	6,990	1,509
Masindi project		-	-	-	490
Mpigi project		-	-	-	3,776
Country office		26,851	-	26,851	10,037
Bugembe UN Habitat project		-	12,565	12,565	-
Other incoming resources		<u>8,306</u>	<u>-</u>	<u>8,306</u>	<u>7,189</u>
Total incoming resources		608,765	12,565	621,330	623,897
RESOURCES EXPENDED					
Costs of generating funds					
Costs of generating voluntary income	5	18,843	-	18,843	19,627
Charitable activities					
Luwero project	6	121,225	-	121,225	147,233
Jinja project		321,882	-	321,882	260,562
Masindi project		30,232	-	30,232	193,744
Mpigi project		501	-	501	14,096
Bugembe UN Habitat project		4,440	12,565	17,005	20,861
Rehabilitation project		31,119	-	31,119	-
Governance costs	9	<u>8,372</u>	<u>-</u>	<u>8,372</u>	<u>7,598</u>
Total resources expended		536,614	12,565	549,179	663,721
NET INCOMING/(OUTGOING) RESOURCES		72,151	-	72,151	(39,824)
RECONCILIATION OF FUNDS					
Total funds brought forward		176,011	-	176,011	215,835
TOTAL FUNDS CARRIED FORWARD		<u>239,647</u>	<u>-</u>	<u>239,647</u>	<u>176,011</u>

CONTINUING OPERATIONS

All incoming resources and resources expended arise from continuing activities.

The notes form part of these financial statements

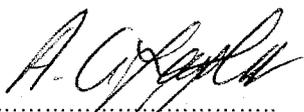
THE BUSOGA TRUST AND SUBSIDIARY

BALANCE SHEET
AT 31 MARCH 2014

	Notes	Group		Charity	
		2014 £	2013 £	2014 £	2013 £
FIXED ASSETS					
Tangible assets	13	19,311	43,589	-	-
Programme related investments	14	28,292	30,607	-	-
CURRENT ASSETS					
Stocks		45,565	18,051	-	-
Debtors: amounts falling due within one year	15	21,730	17,169	7,512	7,258
Cash at bank		<u>235,403</u>	<u>194,132</u>	<u>196,358</u>	<u>146,989</u>
		302,698	229,352	203,870	154,247
CREDITORS					
Amounts falling due within one year	16	(110,654)	(127,537)	(63,410)	(69,308)
NET CURRENT ASSETS		<u>192,044</u>	<u>101,815</u>	<u>140,460</u>	<u>84,939</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>239,647</u>	<u>176,011</u>	<u>140,460</u>	<u>84,939</u>
NET ASSETS		<u>239,647</u>	<u>176,011</u>	<u>140,460</u>	<u>84,939</u>
FUNDS					
Unrestricted funds		239,647	176,011	140,460	84,939
Restricted funds		-	-	-	-
TOTAL FUNDS		<u>239,647</u>	<u>176,011</u>	<u>140,460</u>	<u>84,939</u>

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

The financial statements were approved by the Board of Trustees on 01.12.2014 and were signed on its behalf by:



Andrew Taylor - Trustee

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

The statement of financial activities (SOFA) and balance sheet consolidate the financial statements of the charity and its trading subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

Incoming resources

Voluntary income is received by way of gifts and donations and is included in full in the Statement of Financial Activities when received. Donations arising under Gift Aid together with the tax recoverable thereon, are accounted for when received and provision made for tax unclaimed at the year end.

Income resources from charitable activities

Incoming resources from charitable activities are generally included on the basis of amounts receivable during the year, once all conditions governing their receipt have been met.

It is not the policy of the charity to show incoming resources net of expenditure.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes VAT as the charity is not VAT registered and is reported as part of the expenditure to which it relates.

"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.

"Governance costs" include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

"Support costs" include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Allocation and apportionment of costs

Costs are firstly allocated directly as to a) costs of generating voluntary income, b) charitable activities, and c) governance costs. Support costs are allocated where possible on a time basis, as with salaries. Any remaining allocation over charitable activities is pro-rated according to the relative amounts of already allocated direct costs.

Tangible fixed assets

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

Computer equipment	25% - 30% on reducing balance
Motor vehicles	25% on reducing balance
Equipment, fixtures and fittings	15% on reducing balance

Fixed assets are initially recorded at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

THE BUSOGA TRUST AND SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014

1. ACCOUNTING POLICIES - continued

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

2. VOLUNTARY INCOME

	2014	2013
	£	£
Donations and grants received in the UK	558,095	575,361
Donations received in Uganda	-	8,928
	<u>558,095</u>	<u>584,289</u>

3. INVESTMENT INCOME

	2014	2013
	£	£
Deposit account interest	<u>104</u>	<u>287</u>

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	2014	2013
	£	£
Grants	-	15,400
Local contract income	7,818	844
Sale of spares & pumps	601	76
Local contract income	5,393	410
Sale of spares & pumps	920	1,022
Transport income	677	77
Sale of spares & pumps	-	188
Hands around the world	-	302
Grants	-	3,776
Grants	10,419	8,936
Local contract income	16,432	1,101
Grants	<u>12,565</u>	-
	<u>54,825</u>	<u>32,132</u>

Grants received, included in the above, are as follows:

	2014	2013
	£	£
United Ways Uganda	-	15,400
Water Aid Uganda (MPIGI project)	-	3,776
Kaliro Good Governance project (Country Office)	4,465	8,936
Link to Progress Project: MPIGI (Country Office)	5,954	-
Bugembe UN Habitat	<u>12,565</u>	-
	<u>22,984</u>	<u>28,112</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014

5. COSTS OF GENERATING VOLUNTARY INCOME

	2014	2013
	£	£
Trustees' remuneration etc	16,009	16,035
Other direct fundraising costs	<u>2,834</u>	<u>3,592</u>
	<u>18,843</u>	<u>19,627</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct costs	Grant funding of activities (See note 7)	Support costs (See note 8)	Totals
	£	£	£	£
Luwero project	107,032	-	14,193	121,225
Jinja project	291,130	-	30,752	321,882
Masindi project	-	30,232	-	30,232
Mpigi project	501	-	-	501
Bugembe UN Habitat project	17,005	-	-	17,005
Rehabilitation project	<u>28,754</u>	<u>-</u>	<u>2,365</u>	<u>31,119</u>
	<u>444,422</u>	<u>30,232</u>	<u>47,310</u>	<u>521,964</u>

7. GRANTS PAYABLE

	2014	2013
	£	£
Masindi project	<u>30,232</u>	<u>-</u>

The total grants paid to institutions during the year was as follows:

	2014	2013
	£	£
The Water Trust	<u>30,232</u>	<u>-</u>

On 1 April 2013 the assets and liabilities of the Masindi project were transferred to The Water Trust. This transfer was noted in the prior year Trustees Report future development plans.

8. SUPPORT COSTS

	Staff costs	Other costs	Totals
	£	£	£
Luwero project	10,738	3,455	14,193
Jinja project	23,265	7,487	30,752
Rehabilitation project	<u>1,789</u>	<u>576</u>	<u>2,365</u>
	<u>35,792</u>	<u>11,518</u>	<u>47,310</u>

9. GOVERNANCE COSTS

	2014	2013
	£	£
Auditors' remuneration - UK	4,200	4,200
Auditors' remuneration - Uganda	<u>4,172</u>	<u>3,398</u>
	<u>8,372</u>	<u>7,598</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014

10. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	2014	2013
	£	£
Auditors' remuneration - UK	4,200	4,200
Depreciation - owned assets	<u>5,964</u>	<u>9,429</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

Donald Pearson, a trustee, received £2,000 (2013 - £3,000) in respect of accountancy services up until resignation as trustee.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2014 or for the year ended 31 March 2013.

12. STAFF COSTS

	2014	2013
	£	£
Wages and salaries - UK	48,137	41,000
Wages and salaries – Uganda	120,990	113,090
Social security costs - UK	3,664	3,591
Social security costs – Uganda	<u>8,878</u>	<u>8,512</u>
	<u>181,669</u>	<u>166,193</u>

The average monthly number of employees during the year was as follows:

	2014	2013
UK	3	2
Uganda	<u>39</u>	<u>38</u>

No employees received emoluments in excess of £60,000.

Included within the above staff costs is £15,000 (2013 - £15,000) in respect of salary paid to Canon Andrew Pearson, in respect of fundraising work undertaken. This salary has been paid with the written consent of the Charity Commission and clause 4 of the charity's memorandum & Articles.

THE BUSOGA TRUST AND SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014

13. TANGIBLE FIXED ASSETS - Group

	Tools, equipment & machinery £	Office furniture & equipment £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2013	19,941	35,208	109,878	9,261	174,288
Additions	1,571	203	865	1,822	4,461
Disposals	<u>(6,175)</u>	<u>(24,506)</u>	<u>(50,540)</u>	<u>(3,011)</u>	<u>(84,232)</u>
At 31 March 2014	<u>15,337</u>	<u>10,905</u>	<u>60,203</u>	<u>8,072</u>	<u>94,517</u>
DEPRECIATION					
At 1 April 2013	14,900	28,252	80,229	7,318	130,699
Charge for year	1,141	322	3,438	1,063	5,964
Eliminated on disposal	<u>(5,538)</u>	<u>(19,342)</u>	<u>(33,944)</u>	<u>(2,633)</u>	<u>(61,457)</u>
At 31 March 2014	<u>10,503</u>	<u>9,232</u>	<u>49,723</u>	<u>5,748</u>	<u>75,206</u>
NET BOOK VALUE					
At 31 March 2014	<u>4,834</u>	<u>1,673</u>	<u>10,480</u>	<u>2,324</u>	<u>19,311</u>
At 31 March 2013	<u>5,041</u>	<u>6,956</u>	<u>29,649</u>	<u>1,943</u>	<u>43,589</u>

14. PROGRAMME RELATED INVESTMENTS - Group

	Other investments £	Totals £
MARKET VALUE		
At 1 April 2013	30,607	30,607
Foreign exchange	<u>(2,315)</u>	<u>(2,315)</u>
At 31 March 2014	<u>28,292</u>	<u>28,292</u>
NET BOOK VALUE		
At 31 March 2014	<u>28,292</u>	<u>28,292</u>
At 31 March 2013	<u>30,607</u>	<u>30,607</u>

The above programme related investment represents funds lent to finance the construction of flush toilets and ventilated improved pit latrines (VIP latrines).

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR – Group and charity

	Group 2014 £	Group 2013 £	Charity 2014 £	Charity 2013 £
Gift aid recoverable	7,188	7,258	7,188	7,258
Other debtors	14,542	9,911	324	-
Prepayments and accrued income	-	-	-	-
	<u>21,730</u>	<u>17,169</u>	<u>7,512</u>	<u>7,258</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2014

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR – Group and charity

	Group	Group	Charity	Charity
	2014	2013	2014	2013
	£	£	£	£
Trade creditors	16,794	25,288	-	-
Microfinance Revolving fund	30,450	32,941	-	-
Accruals and deferred income	<u>63,410</u>	<u>69,308</u>	<u>63,410</u>	<u>69,308</u>
	<u>110,654</u>	<u>127,537</u>	<u>63,410</u>	<u>69,308</u>

Included within Accruals and deferred income above is the following:

	2014	2013
	£	£
Funding payment	<u>59,150</u>	<u>48,000</u>
	<u>59,150</u>	<u>48,000</u>

The deferred income relates to income received in advance of the 2014/15 delivery year.

17. MOVEMENT IN FUNDS

	At 1/4/13	Net movement	At 31/3/14
	£	in funds	£
	£	£	£
Unrestricted funds			
General fund	176,011	63,636	239,647
	<u>176,011</u>	<u>63,636</u>	<u>239,647</u>
TOTAL FUNDS	<u>176,011</u>	<u>63,636</u>	<u>239,647</u>

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

	Incoming resources	Resources expended	Foreign exchange on consolidation	Movement in funds
	£	£	£	£
Unrestricted funds				
General fund	608,765	(536,614)	(8,515)	63,636
Restricted funds				
Bugembe UN Habitat project	<u>12,656</u>	<u>(12,565)</u>	-	-
	<u>621,330</u>	<u>(549,179)</u>	<u>(8,515)</u>	<u>63,636</u>

Bugembe UN Habitat project

Funding was kindly received from the United Nations through the United Nations Human Settlement Programme towards the costs of the project.

18. ANALYSIS OF GROUP NET ASSETS BETWEEN FUNDS

	Unrestricted funds £	Restricted funds £	Total £
Fund balances at 31 March 2014 are represented by:			
Tangible fixed assets	19,311	-	19,311
Programme related investments	28,292	-	28,292
Current assets	302,698	-	302,698
Current liabilities	<u>(110,654)</u>	<u>-</u>	<u>(110,654)</u>
Total net assets	<u><u>239,647</u></u>	<u><u>-</u></u>	<u><u>239,647</u></u>

19. SUBSIDIARY COMPANY

The charity trustees are also the trustees of The Busoga Trust, a non-governmental organisation (registration number S5914/3078) in Uganda. All activities have been consolidated on a line by line basis in the SOFA.

A summary of the results of the subsidiary is shown below:

	2014 £	2013 £
Income	532,317	411,933
Expenditure	<u>(484,709)</u>	<u>(450,268)</u>
Surplus/(Deficit)	<u><u>47,609</u></u>	<u><u>(38,335)</u></u>

The aggregate of the assets, liabilities and funds was:

	2014 £	2013 £
Assets	146,430	149,301
Liabilities	<u>(47,244)</u>	<u>(58,229)</u>
Funds	<u><u>99,186</u></u>	<u><u>91,072</u></u>

20. CONTROLLING PARTY

The trust is under the control of the trustees with no one party having ultimate control.