

REGISTERED COMPANY NUMBER: 5244075 (England and Wales)
REGISTERED CHARITY NUMBER: 1106941

Report of the Trustees and
Audited Financial Statements for the Year Ended
31 December 2012
for
The Money Charity

Wright Vigar Limited
Statutory Auditors
Chartered Accountants & Business Advisers
Northgate House
Northgate
Sleaford
Lincolnshire
NG34 7BZ

The Money Charity

**Contents of the Financial Statements
for the Year Ended 31 December 2012**

	Page
Report of the Trustees	1 to 5
Report of the Independent Auditors	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Financial Statements	9 to 16
Detailed Statement of Financial Activities	17 to 18

The Money Charity

Report of the Trustees for the Year Ended 31 December 2012

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

Newly appointed trustees undergo an initial day's induction where they will receive an induction pack containing a copy of the charity's key documents (e.g. governing document, accounts, board meeting papers and minutes) and will have their contents explained further by the Company Secretary, the Chairman of Trustees and Chief Executive officer.

Organisational structure

The governing body is the board of trustees. The Chief Executive, who is appointed by the trustees, manages the day-to-day operation of Credit Action's activities under delegated authority. She is responsible for maintaining the direction of the organisation thus ensuring the charity's objectives are achieved. Six board meetings are held during the year and the charity's executives and senior management attended these meetings.

Trustees are made aware of all developments and of their respective responsibilities. The Chairman of the Trustees is actively involved with much of the on-going work of the organisation and regularly meets with the Chief Executive.

Related parties

Since 2003 Credit Action has operated a 'sister charity' model with the Foundation for Credit Counselling (FCC) and the Step Change Debt Charity (formerly the Consumer Credit Counselling Service). Under this arrangement curative debt counselling is provided by FCC through its helpline on 0800 138 1111 and online Debt Remedy counselling service. Credit Action meanwhile focuses primarily on the preventive work of financial education and practical budgeting skills and training.

This arrangement also involves FCC contributing an annual donation to Credit Action. Credit Action's London office is co-located with that of the Step Change Debt Charity, which offers a reduction on overhead costs. This partnership is integral to the work Credit Action does.

Risk management

The Board acknowledges their responsibility in relation to risk management and the need to assess the major strategic, business and operational risks.

Major risks, for this purpose, are those that may have a significant effect on:

- Operational performance, including risks to our personnel;
- Achievement of our aims and objectives; or
- Meeting the expectations of our beneficiaries or supporters.

The trustees review these risks and satisfy themselves that adequate systems and procedures are in place to manage the risks identified. Where appropriate, risks are covered by insurance.

In assessing risk areas trustees recognise that some areas of our work require the acceptance and management of risk if our key objectives are to be achieved.

OBJECTIVES AND ACTIVITIES

Objectives and activities

Credit Action is the UK's financial capability (financial education) charity. Our vision is that everyone has the capability to be on top of their money as a part of everyday life. So, we empower people across the UK to build the skills, knowledge, attitudes and behaviours, to make the most of their money throughout their lives.

We believe that being on top of your money means you are more in control of your life, your finances and your debts, reducing stress and hardship. And that being on top of your money increases your psychological and emotional wellbeing, helps you achieve your goals and live a happier more positive life as a result.

During 2012, we changed our charitable objectives to better reflect our activities. They are:

- I. The relief and prevention of financial hardship in particular by the provision of money management advice and information.
- II. The advancement of the education of the public in money management.

We do this by:

- ~ Developing and delivering products and services which provide education, information and advice on money matters, in an appropriate way for young people and adults;
- ~ Working with all parts of the financial services industry to improve practice and outcomes for their consumers; and ~ Influencing and informing policymakers, the media, the industry and public attitudes to support our vision, purpose and delivery.

Public Benefit

The objectives and activities, and achievement and performance sections of this report clearly set out the activities which the charity undertakes for the public benefit.

The trustees confirm that they have had regard to the Charity Commission's guidance on Public Benefit when planning the activities of the charity.

The Money Charity

Report of the Trustees for the Year Ended 31 December 2012

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Young People

Financial education workshops

Throughout the year, demand for our financial education workshops continued to increase as schools and young people became increasingly aware of the need to understand how to manage money from an early age. Young people are encountering money earlier in their lives, and it is vital that they are equipped with the skills and knowledge they need to make the most of it.

To help with this, we deliver financial education workshops in schools throughout the UK to improve young people's confidence and skills in managing their finances. We offer two tailored products for young people in schools - Debt Cred and Future Ready.

In 2012, we reached over 23,000 young people in this way, which brought the total numbers reached, since the start of the project in 2010, to over 50,000.

The **Debt Cred** workshop is aimed at 11 to 16 year olds and covers budgeting and the importance of savings and understanding credit. It is delivered on our behalf by volunteers from the financial services industry. Our Debt Cred program has grown considerably in 2012, expanding from delivery in Cheshire, Oxfordshire, Bristol and Kent in 2011, to include Gloucestershire, Nottinghamshire, Suffolk, Birmingham and the Isle of Wight.

In 2012, we also developed the Debt Cred programme, to include delivery by paid presenters, as well as the traditional volunteer method. This allowed us to deliver sessions in other parts of the U.K, including Wales and Northern Ireland.

We reached ~9,788 students through 278 workshops in 2012.

The **Future Ready** workshop is aimed at the slightly older age group - 16-19 year olds - and covers banking, student finance, credit and budgeting.

During 2012, we reached 13,365 young people in 371 workshops across England, Wales and Northern Ireland.

Credit Action also attended a number of events, conferences and exhibitions in support of helping young people become financially capable and to raise the awareness of good money management. This included supporting a range of schools, colleges and universities with 'Finance Days' held for students, where Credit Action staff were on hand to talk to students and distribute relevant materials.

One such event was the UCAS Live Exhibition, held at Kensington Olympia in September 2012, for all new undergraduates. Credit Action not only provided guidance and resources, but also provided a seminar to the incoming students on managing their finances at university.

In total, we reached around 650 young people via events in 2012.

The Student Moneymanual

In order to properly prepare young people for the financial responsibilities of becoming a student, with the support of Santander, we produce a Student Moneymanual, which is distributed to prospective students in the UK through UCAS. It is also available in Santander University branches and directly from Credit Action. The manual encourages students to plan their finances before going to university and provides information on Student Finance, budgeting and money saving tips.

During 2012, we distributed 316,682 copies of the Student Moneymanuals through UCAS and other means.

During 2012, we completely rewrote and redesigned the booklet ready for the 2013 edition. The new manual is written in a magazine style format with articles and features and is a lot more image-led. There has also been a lot more emphasis on having relevant content online for students. The 2013 manual will begin being distributed to students from January 2013.

Adults

Engaging with adults on money matters is always a difficult task. Generally, adults are reluctant to discuss money or their financial affairs and to ask for help or guidance. To counter this reluctance and to position money management as a positive life skill, Credit Action produces a number of innovative tools, websites, training courses and other forms of information and advice.

Information and advice

As well as having its own website, Credit Action supports and provides content for a number of industry funded websites. It provides tools such as the Budget Builder and an app for mobile phones, the Spendometer, which allows people to budget and track their spending whilst on the go. This app was downloaded over 12,000 times during 2012.

We view our work with the financial services industry as a very important way of reaching adults. We produce tailored information and advice to the customers of the financial institutions we work for. We are valued as an independent and impartial voice and develop products to meet the needs of the particular firm and their customers.

The Money Charity
Report of the Trustees
for the Year Ended 31 December 2012

ACHIEVEMENT AND PERFORMANCE

Charitable activities

We also produce a suite of Moneymanuals, which offer tailored information & advice on particular aspects of managing money - these are available to download free from the website or as hard copy on request.

We deliver and support a number of more direct interventions. We deliver training courses and community events which concentrate on budgeting, managing money and credit and financial inclusion (for housing professionals).

In 2012 we also took the decision to stop doing a number of initiatives, so we could refocus on our core offering. These include the Moneybasics website, the UKAR money makeover project, the Money Advice Map, DRAMA (debt & budgeting advice in housing associations in Wales) and our church facing work (Credit Action Community & Credit Action Community Online).

Industry

In addition to our work with the financial services industry to distribute financial capability messages, we work directly with the industry to influence their policies and practices for the good of their customers. To this end, we run a Quality Marking scheme, which is an independent audit of debt collection processes and communications. We work with a number of financial institutions who are committed to the principles behind the Quality Mark and who have agreed to the on-going review of their processes.

We also work with trade associations to influence policy and reform at an industry wide level - for example, we worked with the Consumer Finance Association (CFA) on the development of their new Code.

Policy, advocacy & media

We work to influence policymakers and the media in a number of ways. On a monthly basis, we produce our 'Debt Statistics' - a statistical report that outlines the levels of debt in the UK as well as providing a range of other figures related to money, finance and the economy. These are used widely by industry, the media, charities and lobby groups. In addition, we attempt to influence policy by responding to consultations from Government Departments and other public bodies and by becoming members of various All Party Parliamentary Groups (APPGs). Additionally, we continued our efforts to gain representation in large and small media outlets with measurable success. In 2012, we were covered in print, web and radio.

FINANCIAL REVIEW

Reserves policy

It is the policy of the charity whereby the unrestricted funds not committed or invested in tangible fixed assets (the free reserves) held, should equate to a minimum of three months of the unrestricted expenditure. During 2012, funding increased, thus allowing the minimum target to be achieved for the first time for a number of years. Our objective will be to continue to build reserves up further, though not at the cost of beneficiary-focussed work.

Restricted funds are identified upon receipt and systems are in place to ensure they are protected and used for the purpose specified.

Principal funding sources

Donations, from individuals and trusts, are mainly received monthly through bank standing orders. Corporate support is normally agreed annually. Funding charities or sponsors agree projects, which Credit Action either manages or supports and make available the agreed funding.

Financial results

Overall income for the year amounted to £576,759 with an expenditure for the period of £504,780. Net assets of the charity amounted to £233,656 as at 31 December 2012.

The Foundation for Credit Counselling (FCC) kindly afford us the use of office facilities within their London Office situated at Tavistock Square, London. This has assisted us greatly in reducing our operating costs.

It has been the historical policy of the organisation to ensure that expenditure is closely linked to income and this principle will continue in the future.

The Money Charity
Report of the Trustees
for the Year Ended 31 December 2012

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of The Money Charity 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.

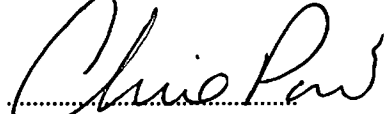
In so far as the trustees are aware:

- 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.

AUDITORS

The auditors, Wright Vigar Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:


Trustee

Date: 30 April 2013

**Report of the Independent Auditors to the Trustees of
The Money Charity**

We have audited the financial statements of The Money Charity for the year ended 31 December 2012 on pages eight to seventeen. 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 trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page six, 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.

The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly we have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with regulations made under Section 154 of that Act.

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 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. 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 the charitable company's affairs as at 31 December 2012 and of its 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 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
- the charitable company has not kept adequate accounting records; 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.



Wright Vigar Limited
Statutory Auditors
Chartered Accountants & Business Advisers
Northgate House
Northgate
Sleaford
Lincolnshire
NG34 7BZ

Date: 28/09/2013

The Money Charity

Statement of Financial Activities
for the Year Ended 31 December 2012

	Note	Unrestricted funds £	Restricted funds £	2012 Total funds £	2011 Total funds £
	s				
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	339,281	209,099	548,380	412,552
Investment income	3	280	-	280	414
Incoming resources from charitable activities					
Core Activities	4	<u>28,099</u>	<u>-</u>	<u>28,099</u>	<u>64,658</u>
Total incoming resources		367,660	209,099	576,759	477,624
 RESOURCES EXPENDED					
Costs of generating funds					
Costs of generating voluntary income	5	828	-	828	4,431
Fundraising trading: cost of goods sold and other costs	6	-	-	-	19
Charitable activities					
Core Activities	7	419,323	80,649	499,972	505,188
Governance costs	9	<u>3,980</u>	<u>-</u>	<u>3,980</u>	<u>3,980</u>
Total resources expended		424,131	80,649	504,780	513,618
 NET INCOMING/(OUTGOING) RESOURCES BEFORE TRANSFERS					
		(56,471)	128,450	71,979	(35,994)
Gross transfers between funds	18	<u>146,904</u>	<u>(146,904)</u>	<u>-</u>	<u>-</u>
Net incoming/(outgoing) resources		90,433	(18,454)	71,979	(35,994)
 RECONCILIATION OF FUNDS					
Total funds brought forward		47,948	113,729	161,677	197,671
TOTAL FUNDS CARRIED FORWARD		<u>138,381</u>	<u>95,275</u>	<u>233,656</u>	<u>161,677</u>

CONTINUING OPERATIONS

All incoming resources and resources expended arise from continuing activities.

The Money Charity

Balance Sheet
At 31 December 2012

	Note	Unrestricted funds £	Restricted funds £	2012 Total funds £	2011 Total funds £
FIXED ASSETS					
Tangible assets	13	435	-	435	1,855
CURRENT ASSETS					
Stocks	14	170	-	170	5,325
Debtors	15	1,011	-	1,011	14,589
Cash at bank		<u>149,661</u>	<u>95,275</u>	<u>244,936</u>	<u>276,289</u>
		150,842	95,275	246,117	296,203
CREDITORS					
Amounts falling due within one year	16	(12,896)	-	(12,896)	(136,381)
NET CURRENT ASSETS		<u>137,946</u>	<u>95,275</u>	<u>233,221</u>	<u>159,822</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		138,381	95,275	233,656	161,677
NET ASSETS		<u>138,381</u>	<u>95,275</u>	<u>233,656</u>	<u>161,677</u>
FUNDS	18				
Unrestricted funds				138,381	47,948
Restricted funds				<u>95,275</u>	<u>113,729</u>
TOTAL FUNDS				<u>233,656</u>	<u>161,677</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2012.

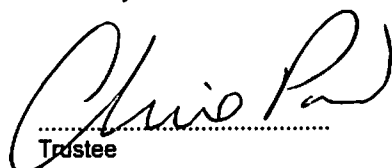
The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 144 of the Charities Act 2011.

The financial statements were approved by the Board of Trustees on 30 April 2013 and were signed on its behalf by:


.....
Trustee

The Money Charity

Notes to the Financial Statements
for the Year Ended 31 December 2012

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

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.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received.

All grants and voluntary income are accounted for gross when receivable, as long as they are capable of financial measurement.

Where a payment has been made directly by a funder this has been recognised as income and expenditure in the accounts.

Resources expended

Resource expended as shown as gross and an accrual adjustment has been made for all known liabilities at the year end.

The majority of costs are directly attributable to specific activities. Certain shared costs are apportioned according to time spent or area occupied.

Direct charitable expenditure comprises salaries, costs of publications produced and other expenditure arising from the charity's core activities.

Fundraising and publicity expenditure comprises all costs associated with promoting and supporting the charity.

Management and administration expenditure comprises salaries and overhead costs arising from the charity's central management not allocated to other activities, that is, the costs of the management of the charity's assets, organisational management and administration and compliance with constitutional and statutory requirements.

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	- 25% on reducing balance
Computer equipment	- 33.33% Straight line

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.

The Money Charity

Notes to the Financial Statements - continued
for the Year Ended 31 December 2012

1. ACCOUNTING POLICIES - continued

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

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

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

Endowment funds represent those assets which must be held permanently by the charity, principally investments. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

The Money Charity

Notes to the Financial Statements - continued
for the Year Ended 31 December 2012

2. VOLUNTARY INCOME

	2012	2011
	£	£
Gifts	22,246	24,475
Grants	<u>526,134</u>	<u>388,077</u>
	<u>548,380</u>	<u>412,552</u>

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

	2012	2011
	£	£
Provident	58,000	52,000
Foundation for Credit Counselling	86,005	65,000
Call Credit	8,000	8,000
HSBC plc	46,538	38,462
Brighthouse	20,000	20,000
Paradigm Norton	-	1,800
MEM	50,000	40,000
CHK	20,000	27,000
Credit Today Awards & Events	31,531	14,474
Bank of America	-	5,000
M&S Bank	10,000	4,000
Laing Trust	30,000	35,000
GE	11,000	10,866
Santander	44,525	44,200
Albemarle & Bond	-	5,000
Kingdom Bank	-	2,500
Cumberland Building Society	-	3,025
CE Corporate Quick Quid	18,000	6,250
High Sheriffs	-	5,500
Consumer Finance Association	20,000	-
Instant Cash Loans	50,000	-
Phoenix Group	8,000	-
Plus Dane	2,000	-
Harper Wright	100	-
Earl of Chester	1,000	-
Exeter Cathedral	183	-
Pearl Group	339	-
SJP Wealth Management	6,063	-
Rouse Ltd	2,550	-
Suffolk Foundation	<u>2,300</u>	<u>-</u>
	<u>526,134</u>	<u>388,077</u>

3. INVESTMENT INCOME

	2012	2011
	£	£
Deposit and current account interest	<u>280</u>	<u>414</u>

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

		2012	2011
	Activity	£	£
Sale of merchandise	Core Activities	3,437	20,496
DRAMA and other activities	Core Activities	23,331	35,878
Income from courses	Core Activities	<u>1,331</u>	<u>8,284</u>
		<u>28,099</u>	<u>64,658</u>

The Money Charity

Notes to the Financial Statements - continued
for the Year Ended 31 December 2012

5. COSTS OF GENERATING VOLUNTARY INCOME

	2012	2011
	£	£
Sundries	828	316
Newsletter	<u>-</u>	<u>4,115</u>
	<u>828</u>	<u>4,431</u>

6. FUNDRAISING TRADING: COST OF GOODS SOLD AND OTHER COSTS

	2012	2011
	£	£
Bad debts	<u>-</u>	<u>19</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct costs	Support costs (See note 8)	Totals
	£	£	£
Core Activities	<u>324,861</u>	<u>175,111</u>	<u>499,972</u>

8. SUPPORT COSTS

	Management £
Core Activities	<u>175,111</u>

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

	2012	2011
	Core Activities £	Total activities £
Wages	124,416	97,715
Social security	12,512	9,203
Pensions	8,524	7,398
Insurance	1,375	1,110
Telephone	348	432
Postage and stationery	3,494	3,228
Miscellaneous	690	684
Hospitality	1,012	303
Other costs	21,752	9,204
Depreciation of tangible and heritage assets	<u>988</u>	<u>1,035</u>
	<u>175,111</u>	<u>130,312</u>

9. GOVERNANCE COSTS

	2012	2011
	£	£
Consultancy	-	120
Auditors' remuneration	<u>3,980</u>	<u>3,860</u>
	<u>3,980</u>	<u>3,980</u>

The Money Charity

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2012**

10. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	2012	2011
	£	£
Auditors' remuneration	3,980	3,860
Depreciation - owned assets	<u>988</u>	<u>1,035</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2012 or for the year ended 31 December 2011.

12. STAFF COSTS

	2012	2011
	£	£
Wages and salaries	311,040	244,286
Social security costs	31,280	23,008
Other pension costs	<u>21,310</u>	<u>18,495</u>
	<u>363,630</u>	<u>285,789</u>

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

	2012	2011
Core activities	9	9
Support	<u>2</u>	<u>2</u>
	<u>11</u>	<u>11</u>

In the year to 31 December 2012 one member of staff was paid between £60,000 - £70,000.

Several members of staff work part time.

13. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2012	4,745	12,803	17,548
Disposals	<u>-</u>	<u>(432)</u>	<u>(432)</u>
At 31 December 2012	<u>4,745</u>	<u>12,371</u>	<u>17,116</u>
DEPRECIATION			
At 1 January 2012	4,165	11,528	15,693
Charge for year	<u>145</u>	<u>843</u>	<u>988</u>
At 31 December 2012	<u>4,310</u>	<u>12,371</u>	<u>16,681</u>
NET BOOK VALUE			
At 31 December 2012	<u>435</u>	<u>-</u>	<u>435</u>
At 31 December 2011	<u>580</u>	<u>1,275</u>	<u>1,855</u>

The Money Charity

Notes to the Financial Statements - continued
for the Year Ended 31 December 2012

14. STOCKS

	2012	2011
	£	£
Stocks	<u>170</u>	<u>5,325</u>

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Trade debtors	88	13,952
Other debtors	<u>923</u>	<u>637</u>
	<u>1,011</u>	<u>14,589</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Bank loans and overdrafts (see note 17)	7,423	5,015
Trade creditors	1,473	61,028
Deferred income	-	66,538
Accrued expenses	<u>4,000</u>	<u>3,800</u>
	<u>12,896</u>	<u>136,381</u>

17. LOANS

An analysis of the maturity of loans is given below:

	2012	2011
	£	£
Amounts falling due within one year on demand:		
Bank overdraft	<u>7,423</u>	<u>5,015</u>

18. MOVEMENT IN FUNDS

	At 1.1.12	Net movement	Transfers	At 31.12.12
	£	in funds	between funds	£
		£	£	
Unrestricted funds				
General fund	47,948	(84,291)	149,638	113,295
Financial Education	<u>-</u>	<u>27,820</u>	<u>(2,734)</u>	<u>25,086</u>
	47,948	(56,471)	146,904	138,381
Restricted funds				
Student Guide	15,305	33,899	(15,100)	34,104
Spendometer Project	4,298	4,701	(8,999)	-
Money Advice Map	8,540	(1,073)	(7,467)	-
Southwolds Training Project	500	-	(500)	-
Future Ready Schools Project	-	18,532	(18,532)	-
Church Facing Project	27,470	27,961	(28,900)	26,531
DebtCred Financial Literacy Project	52,500	27,383	(45,243)	34,640
Money Makeover	5,116	-	(5,116)	-
Quick Quid Education Work	-	7,991	(7,991)	-
Provident Training	<u>-</u>	<u>9,056</u>	<u>(9,056)</u>	<u>-</u>
	113,729	128,450	(146,904)	95,275
	<u>161,677</u>	<u>71,979</u>	<u>-</u>	<u>233,656</u>
TOTAL FUNDS				

The Money Charity

Notes to the Financial Statements - continued for the Year Ended 31 December 2012

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	337,660	(421,951)	(84,291)
Financial Education	<u>30,000</u>	<u>(2,180)</u>	<u>27,820</u>
	367,660	(424,131)	(56,471)
Restricted funds			
Student Guide	44,525	(10,626)	33,899
Spendometer Project	5,500	(799)	4,701
Money Advice Map	-	(1,073)	(1,073)
Future Ready Schools Project	46,538	(28,006)	18,532
Church Facing Project	30,000	(2,039)	27,961
DebtCred Financial Literacy Project	52,536	(25,153)	27,383
Quick Quid Education Work	18,000	(10,009)	7,991
Provident Training	<u>12,000</u>	<u>(2,944)</u>	<u>9,056</u>
	209,099	(80,649)	128,450
TOTAL FUNDS	<u><u>576,759</u></u>	<u><u>(504,780)</u></u>	<u><u>71,979</u></u>

Student Guide

To provide pre-university students with essential information and guidance about student finance and also how to manage money as a student. Distributed to 316,682 students via UCAS, Santander branches within Universities, and to a number of Higher Education institutions. The balance carried forward represents funds received from Santander for the 2012/13 edition.

Spendometer Project

A mobile phone application that makes day-to-day budgeting simple and practical. The application is available free to download on most mobile phones from www.spendometer.co.uk as well as from the iPhone apps store.

Money Advice Map

To create an online search facility that will enable individuals to search for the monetary advice agency or source of money assistance nearest to their place of work or their home.

Southwold's Training Project

To run Budget and Debt Advice and Training Workshops in Southwold along with the provision of our empowering moneymanuals within the Workshops for all especially vulnerable and disadvantaged people.

Future Ready Schools Project

To provide free money education workshops/presentations to 16-19 year olds.

Church Facing Project

Promote better money management via church based money ministries supporting the community. Through this we seek to support and empower the many dedicated Christian volunteers who, through their money ministries, reach out to desperate and vulnerable individuals, bringing hope and freedom where money fears and worry exist.

Money Makeover

To assist Northern Rock customers budget effectively at a time of financial difficulty

The Money Charity

Notes to the Financial Statements - continued
for the Year Ended 31 December 2012

18. MOVEMENT IN FUNDS - continued

Transfers between funds

Student Guide

Future Ready Schools Project

Money Makeover

DebtCred Financial Literacy Project & Church Facing Project

Spendometer

Money Advice Map

Southwolds Training Project

Quick Quid Education Work

Provident Training

Transfers to General Fund from these projects are for management costs as agreed for the individual projects.

19. RELATED PARTY DISCLOSURES

Foundation for Credit Counselling

The Foundation for Credit Counselling (FCC), based in Leeds, is a registered charity whose purpose is to assist people in financial difficulty by providing free, impartial and realistic debt advice.

The Foundation for Credit Counselling is the umbrella charity for The Step Change Debt Charity in the United Kingdom.

Since 2003 Credit Action have operated a 'sister charity' model with the FCC where curative debt counselling is provided by FCC and Credit Action focuses primarily on the preventative work of financial education and practical budgeting skills and training.

During the period Credit Action received £86,005 (2011:£65,000) from the FCC.

The Money Charity

Detailed Statement of Financial Activities
for the Year Ended 31 December 2012

	2012 £	2011 £
INCOMING RESOURCES		
Voluntary income		
Gifts	22,246	24,475
Grants	<u>526,134</u>	<u>388,077</u>
	548,380	412,552
Investment income		
Deposit and current account interest	280	414
Incoming resources from charitable activities		
Sale of merchandise	3,437	20,496
DRAMA and other activities	23,331	35,878
Income from courses	<u>1,331</u>	<u>8,284</u>
	<u>28,099</u>	<u>64,658</u>
Total incoming resources	576,759	477,624
RESOURCES EXPENDED		
Costs of generating voluntary income		
Sundries	828	316
Newsletter	<u>-</u>	<u>4,115</u>
	828	4,431
Fundraising trading: cost of goods sold and other costs		
Bad debts	-	19
Charitable activities		
Wages	186,624	146,571
Social security	18,768	13,805
Pensions	12,786	11,097
Telephone	348	432
PR and media	2,624	903
Purchases	10,526	26,764
Conference expenses	705	255
Project expenditure	86,861	171,185
Subscriptions	250	300
Motor, travel and subsistence	<u>5,369</u>	<u>3,564</u>
	324,861	374,876
Governance costs		
Consultancy	-	120
Auditors' remuneration	<u>3,980</u>	<u>3,860</u>
	3,980	3,980
Support costs		
Management		
Wages	124,416	97,715
Social security	12,512	9,203
Pensions	8,524	7,398
Insurance	1,375	1,110
Telephone	348	432
Carried forward	<u>147,175</u>	<u>115,858</u>

This page does not form part of the statutory financial statements

