

REGISTERED CHARITY NUMBER: 1106601

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2013
for
Chilli Children of Rukungiri (Uganda)

Grafton Jones
Chartered Tax Advisors
and Business Accountants
2 Temple Street
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Chilli Children of Rukungiri (Uganda)

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for the Year Ended 31 March 2013

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Chilli Children of Rukungiri (Uganda)

Report of the Trustees
for the Year Ended 31 March 2013

The trustees present their report with the financial statements of the charity for the year ended 31 March 2013. 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 Charity number

1106601

Principal address

St. Luke's Vicarage
Novi Lane
Leek
ST13 6NR

Trustees

Mrs S Woods	Chair	
Mrs A Hamlin	Treasurer	- resigned 31.5.12
P Wilson	Secretary	
I Thorn		
Mrs B Kucharski	Treasurer	- appointed 1.6.12

Independent examiner

Grafton Jones
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and Business Accountants
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STRUCTURE, GOVERNANCE AND MANAGEMENT

The trust's primary aim is to provide funding for the North Kigezi Diocese Grower's, Orphan's and Disabled Children project. This project is often referred to as the Chilli Children project as the crop grown is chilli.

OBJECTIVES AND ACTIVITIES

Objectives and aims

1. The relief of those in need, by reason of ill health, sickness, disability, financial hardship or other disadvantage, in particular but not exclusively by the provision of support for the North Kigezi Diocese Grower's, Orphan's and Disabled Children Project, Rukungiri, Uganda.
2. The advancement of both education and religion, in particular among the beneficiaries of the charity and their families/communities, by such means as the trustees shall from time to time determine.

OBJECTIVES AND ACTIVITIES

Significant activities

The trust achieves its objectives for the public benefit to improve the lives of disabled and orphaned children and their families through regular grants to the North Kigezi Diocese Grower's, Orphan's and Disabled Children Project, Rukungiri, SW Uganda.

Trustees have complied with their duty under the Charities Act 2011 to have due regard to the Charity Commission's guidance on public benefit and always ensure that the programmes undertaken are in line with our charitable aims and objectives.

The Ugandan Project team based in Rukungiri carry out surveys into the more remote districts. They register all children with disabilities or chronic illnesses with the North Kigezi Diocese with a view to providing appropriate help wherever possible..

The activities carried out for the public benefit can be divided into the following seven categories:

Surgery, Life skills clinics, Medical Treatment for children with epilepsy and heart conditions, Clubfoot clinics, The advancement of Education, The advancement of Religion and The relief of financial hardship.

Surgery

Where possible, children requiring surgery, for example, for conditions such as cleft palate, burns or orthopaedic conditions are helped to access the treatment needed. The costs of transport, blood tests, drugs, consultations and rehabilitation are met by the project. The operations are often funded by other charities whose focus is the provision of surgeons.

The project team have good links with several hospitals in Kampala, the capital as well as other larger towns. Such as Mbarara Transport is provided for children and parents to the hospital for assessment, surgery and follow up care. This, over a year, involves a large number of children at different stages of this process. Translation is sometimes needed as the local language is not necessarily understood in the capital.

The Project has special links with Kisiizi Hospital, which is a Mission Hospital about an hours drive from Rukungiri, where some surgery takes place and children also stay there for rehabilitation and convalescence after surgery in hospitals that are further away.

Life Skills Clinics

These regular provide both occupational therapy for children with brain damage but also an important support network for parents.

Evas, the project leader, actively encourages the families to support each other and has trained one mother to play a more active role at the clinics where new parents can see what her son is now managing to achieve.

Medical Treatment for Children with epilepsy and heart conditions

Local clinics are held to enable children with epilepsy and heart conditions to receive support and medication. Heart surgery is very expensive and it is often not possible to provide this option for parents.

Club foot clinics

This highly successful public benefit programme led by a specially trained member of the team in Rukungiri enables infants within the diocese to have early treatment using the Ponseti Method. Babies are seen at an early stage enabling treatment to start promptly.

The advancement of Education

In many parts of rural SW Uganda primary and particularly secondary schools are not readily accessible and this is particularly true for children who are ill or have a disability. A number of children are supported by the Project with school fees and equipment so that they may attend secondary and higher education. Transport is also provided at the start and end of term as these schools are a long distance from their homes.

A maximum of fifty children with hearing impairment are boarders at Nyakibale school in Rukungiri. The Project supports them with boarding accommodation, meals, matrons to care for them and health care. During the school holidays the project runs a programme of home visits to help parents and families learn sign language. An exciting new development this year has been the start of a special boarding school at Kitazigurukwa Primary school. near Rukungiri

The advancement of Religion

The project serves all families with disabled or orphaned children in the North Kigezi Diocese irrespective of their tribal or religious affiliations. No attempt is made to make anyone change their religion. However, in their lives and in their work the local project staff aim to promote the Christian faith in action. Each day at the Diocese headquarters, where the project is based, starts with a time for worship and prayer for all staff. As a UK Christian charity we aim to consciously depend on God, seek his guidance and believe in the power of prayer.

OBJECTIVES AND ACTIVITIES

Significant activities

The relief of financial hardship

The trustees consider that the best way to achieve this aim is through the development of an income generating scheme which enables families registered with the project to grow chilli for export. The families are taught how to grow Birds Eye chilli and provided with the necessary equipment. Field officers, who are part of the team, have responsibility for separate areas and develop good relationships with the farmers and encourage others to join the successful scheme. The chilli is harvested twice a year and taken by project staff to the capital Kampala for export.

All trustees give of their time freely and there are not paid.

ACHIEVEMENT AND PERFORMANCE

An important and significant event this year was the visit to Rukungiri by Sue Woods, the chair. Her visit was important in many ways:

" She was able to meet all the team, observe them at work and understand more deeply the real impact they make on the lives of so many children and families.

" She was able to meet with some of the families and the children, developing a greater understanding of the impact the project has on so many lives.

" The opportunity to travel out from the town into the rural areas gave her an insight into the challenging terrain the staff travel through and why the vehicles need such frequent repair and the great need for replacement of car, ambulance and motorbikes.

" Time spent with the rest of the diocese staff in morning worship and conversation as a member of the wider diocese family.

" The opportunity to develop awareness of the challenges the team in Rukungiri face and possible ways the trustees can further support them.

" The challenge of communication when phones and computers are often unreliable

" On her return the opportunity for the other trustees to learn from her experiences and thus enable all trustees to have a clearer understanding of the impact of the team's work and the challenges they face.

" The opportunity for trustees to reconsider priorities and support for the project.

Throughout the year all seven aspects of the project described earlier have continued. The need is always greater than our ability to provide and the staff have to cope with the reality that not all children can be helped but they do all they can.

Chilli growing continues to expand as more people learn about the opportunities. The project staff are beginning to allow families not engaged with the project to also take part as this enables more of the community to have an income from chilli.

The life skills clinics held regularly by Evas continue to have an impact far beyond the actual clinics as attitudes gradually shift and children with disabilities and mothers of children with a disability begin to meet with less discrimination in their communities. These are important and positive signs of changing attitudes.

Building started in the summer of 2012 on the new special needs school at Kitazigurikwa Primary School near Rukungiri. The building is funded by Mission Direct with Volunteers involved with much of the manual labour.

This is an exciting new venture as for the first time local primary school children will be educated on the same site as children with disabilities with the wonderful opportunities for integration through play and learning that this is hoped to create. The first work is to create a septic tank and two classrooms. The work is planned over three years and will eventually provide boarding facilities for children who are deaf or have brain damage and or physical disabilities..It is hoped to open the school in 2014.

FINANCIAL REVIEW

Reserves policy

Just before the start of the financial year 2012 - 13 a decision was taken by trustees, following funds from Gift Aid, to keep a reserve of £5000. It was to enable the trustees to respond to an unforeseen event or emergency. It would also help if there were significant fluctuations in the exchange rate between sterling and the Uganda shilling. It was agreed that this would be kept under review.

Principal funding sources

The Charity's principal source of funding is from church groups and individuals who are often active Christians.

Chilli Children of Rukungiri (Uganda)

Report of the Trustees
for the Year Ended 31 March 2013

ON BEHALF OF THE BOARD :

.....
Mrs B Kucharski - Trustee

Date:

Independent Examiner's Report to the Trustees of
Chilli Children of Rukungiri (Uganda)

I report on the accounts for the year ended 31 March 2013 set out on pages six to nine.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

It is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

Independent examiner's statement

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

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
 - to keep accounting records in accordance with Section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Grafton Jones
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Date:

Chilli Children of Rukungiri (Uganda)

Statement of Financial Activities
for the Year Ended 31 March 2013

	Notes	Unrestricted funds £	Restricted fund £	31.3.13 Total funds £	31.3.12 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income		59,892	3,928	63,820	86,385
Investment income	2	12	-	12	8
Total incoming resources		<u>59,904</u>	<u>3,928</u>	<u>63,832</u>	<u>86,393</u>
RESOURCES EXPENDED					
Charitable activities					
Uganda payments		57,716	-	57,716	71,954
Other resources expended		<u>1,607</u>	<u>-</u>	<u>1,607</u>	<u>2,506</u>
Total resources expended		<u>59,323</u>	<u>-</u>	<u>59,323</u>	<u>74,460</u>
NET INCOMING RESOURCES		<u>581</u>	<u>3,928</u>	<u>4,509</u>	<u>11,933</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>8,853</u>	<u>14,858</u>	<u>23,711</u>	<u>11,778</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>9,434</u></u>	<u><u>18,786</u></u>	<u><u>28,220</u></u>	<u><u>23,711</u></u>

CONTINUING OPERATIONS

All incoming resources and resources expended arise from continuing activities.

The notes form part of these financial statements

Chilli Children of Rukungiri (Uganda)

Balance Sheet

At 31 March 2013

	Notes	Unrestricted funds £	Restricted fund £	31.3.13 Total funds £	31.3.12 Total funds £
CURRENT ASSETS					
Cash at bank		9,434	18,786	28,220	23,711
NET CURRENT ASSETS		9,434	18,786	28,220	23,711
TOTAL ASSETS LESS CURRENT LIABILITIES		9,434	18,786	28,220	23,711
NET ASSETS		9,434	18,786	28,220	23,711
FUNDS	4				
Unrestricted funds				9,434	8,853
Restricted funds				18,786	14,858
TOTAL FUNDS				28,220	23,711

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

.....
Mrs B Kucharski -Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared using a receipts and payments basis.

Accounting convention

The financial statements have been prepared under the historical cost convention, the Charities Act 2011 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Financial reporting standard number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the charity qualifies as a small charity.

Incoming resources

Incoming resources are included on the Statement of Financial Activities when the charity actually receives the income.

Resources expended

Expenditure is accounted for when it is actually paid 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. 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.

Taxation

The charity is exempt from 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.

2. INVESTMENT INCOME

	31.3.13	31.3.12
	£	£
Deposit account interest	12	8
	<u> </u>	<u> </u>

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2013 nor for the year ended 31 March 2012.

Trustees' expenses

Trustees' expenses of £1,097 were incurred and reimbursed during the year ended 31st March 2013.

4. MOVEMENT IN FUNDS

	At 1.4.12 £	Net movement in funds £	At 31.3.13 £
Unrestricted funds			
General fund	8,853	581	9,434
Restricted funds			
Ambulance Fund	14,858	3,928	18,786
TOTAL FUNDS	<u>23,711</u>	<u>4,509</u>	<u>28,220</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	59,904	(59,323)	581
Restricted funds			
Ambulance Fund	3,928	-	3,928
TOTAL FUNDS	<u>63,832</u>	<u>(59,323)</u>	<u>4,509</u>

Chilli Children of Rukungiri (Uganda)

Detailed Statement of Financial Activities
for the Year Ended 31 March 2013

	31.3.13 £	31.3.12 £
INCOMING RESOURCES		
Voluntary income		
Donations	59,625	76,272
Gift aid	4,195	10,113
	<hr/>	<hr/>
	63,820	86,385
Investment income		
Deposit account interest	12	8
	<hr/>	<hr/>
Total incoming resources	63,832	86,393
RESOURCES EXPENDED		
Charitable activities		
Grants to institutions	57,080	71,814
Support costs		
Management		
Telephone	108	154
Advertising	1,032	379
Bank charges	276	140
Travel	827	1,973
	<hr/>	<hr/>
	2,243	2,646
Total resources expended	59,323	74,460
	<hr/>	<hr/>
Net income	4,509	11,933
	<hr/> <hr/>	<hr/> <hr/>

This page does not form part of the statutory financial statements