

KENNET FURNITURE REFURBIZ

England & Wales · Charity number 1056649

Details

Other names	KENNET FURNITURE EXCHANGE., KENNET FURNITURE PROJECT, KENNET FURNITURE RECYCLING, KENNETT FURNITURE RECYCLING
Status	Registered
Legal form	Charitable company
Company number	03213883
Registered	1996-07-09
Register	View on the Charity Commission register

Contact

Address	Unit 6b(5) Hopton Industrial Estate London Road Devizes Wiltshire SN10 2EU
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Phone	01380720200
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Email	info@kfr.org.uk
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Website	www.kfr.org.uk
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Activities

Objects: THE RELIEF OF POVERTY BY PROVISION OF HOUSEHOLD FURNITURE AND EFFECTS TO THOSE PERSONS RESIDENT IN THE AREA OF BENEFIT WHO HAVE NEED OF SUCH ITEMS BY REASON OF THEIR NECESSITOUS CIRCUMSTANCES.

Activities: Recycling of good quality used furniture and white goods at affordable prices to the disadvantaged in Wiltshire and surrounding areas. Volunteer and paid employment and training of people unable to sustain open employment

Classification

- **How:** Provides Services
- **What:** General Charitable Purposes, The Prevention Or Relief Of Poverty, Environment/conservation/heritage
- **Who:** Elderly/old People, People With Disabilities, Other Defined Groups, The General Public/mankind

Geography

- Bath And North East Somerset
- Wiltshire

Finances

Period end	Income	Expenditure	Assets	Employees
2024-09-30	£910,465	£853,483	£436,278	17
2023-09-30	£676,609	£666,092	£379,296	12
2022-09-30	£477,223	£381,290	-	-
2021-09-30	£399,355	£277,927	-	-
2020-09-30	£266,479	£210,640	-	-

Trustees

Name	Role	Appointed
Ian John Poulton	Chair	2022-03-16
Christopher Noel Barry Shears		2021-02-25
JULIET SINGER		2024-07-17
Kevin Douglas Harrison		2022-11-16
Pamela Collier		2018-10-13
Patrick John George English		2017-10-07
Paul Crerand		2024-03-13
Sebastiano Ottavio Longo		2023-07-19
Victoria Ann Saunders		2022-11-16
Yvonne Pearce		2020-02-15

Accounts



KENNET FURNITURE REFURBIZ LTD

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30th SEPTEMBER 2024



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KENNET FURNITURE REFURBIZ LTD

**COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

Trustees/Directors	Pamela Collier Paul Crerand Daniel Dickinson Patrick English Kevin Harrison Sebastiano Longo – Appointed 19 July 2023 Ian Poulton (Chair/Treasurer) – Appointed Chair of Trustees 1 st February 2024 Yvonne Pearce Juliet Singer – Appointed July 17 th , 2024 Sam Selman Christopher Shears Victoria Saunders Jeffrey Sutherland-Kay - Resigned May 19 th , 2024
Company Secretary	Christopher Shears - Resigned March 19 th , 2025 Kevin Harrison – Appointed March 19 th , 2025
Registered office	Unit 6B (5) Hopton Industrial Estate London Road Devizes Wiltshire SN10 2EU
Registration number	3213883 England and Wales
Charity number	1056649
Independent examiner	Monahans Statutory Auditors Hermes House Firefly Avenue Swindon Wiltshire SN2 2GA

KENNET FURNITURE REFURBIZ LTD

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2024

We present our report and financial statements for the year ended 30 September 2024. We 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 1st January 2019), Charities SORP (FRS102) and the Companies Act 2006.

1. STRUCTURE, GOVERNANCE and MANAGEMENT

Kennet Furniture Refurbiz Ltd (KFR) is a company limited by guarantee and a charity registered in England with the Charity Commission.

Our governing documents are our Memorandum and Articles of Association. In the event of KFR being wound up the liability of each trustee and member is limited to a sum not exceeding £1.

As existing trustees, we elect new trustees in accordance with the Articles of Association. On appointment, all new trustees receive a copy of the Memorandum and Articles of Association and induction information, which includes their role as a trustee and the Charity Commission booklet 'Essential Trustee.' Training is made available to all trustees as required. As trustees we meet as a board on a regular basis to set strategy and business plans and to monitor performance. We delegate to the General Manager the task of day-to-day management of KFR, which he conducts to a high standard.

2. OBJECTIVES AND ACTIVITIES

KFR's mission is to:

- Refurbish furniture and white goods so that quality items are available to households with limited income;
- Revive communities by removing unwanted items, reducing landfill and training people with new skills.

Through this mission, KFR aims to improve the lives of people most in need in the region by offering for sale superior quality, second-hand furniture, and electrical items. To assist us in our mission we provide training and personal development opportunities to the young and unemployed.

During the year under review, KFR successfully continued with its main activities at the warehouse and showroom in Devizes, creating another record year for the organisation.

- KFR sold at low cost, or provided free, over 14,928 pieces of second-hand furniture and electrical goods donated, in the main, by companies and households in the county of Wiltshire.
- KFR repaired and tested over 1,100 donated white goods which were made available for sale at low cost. In addition, we tested approximately 1,791 small electrical items.
- The weight of goods re-used and therefore not sent to landfill amounted to 325 tonnes, equivalent to the weight of two and a half times the weight of the statue of liberty. Carbon savings from re-use were 339 tonnes, equivalent to 24,408 train trips each traveling 300 miles.

[Note: Re-use weights are calculated using the Reuse Network calculator; carbon savings are calculated using UK Government greenhouse gas (GHG) factors.]

KENNET FURNITURE REFURBIZ LTD

TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2024

KFR has a small number of industrious and enthusiastic staff and many willing volunteers. The volunteers comprise a wide range of people and have included some who are actively looking for employment, some with more complex needs who struggle with social inclusion and retired people giving their time and experience to

KFR. The total number of volunteer hours exceeded 5,300. If we had had to employ staff instead, it would have cost over £63,000.

3. PUBLIC BENEFIT

The Board keeps in mind the Charity Commission's guidance on public benefit. The focus of our charitable activities during the year is set out above in our statements on "Objectives and Activities" and "Achievements and Performance" and these explain how as a charity we have delivered public benefit.

4. FINANCIAL PERFORMANCE AND RESERVES

The statement of financial activities on page 12 shows the incoming resources and the application of those resources. In the background, the economic climate of high interest rates and high inflation, and the pressure on the cost of living, have meant an increasing need for our services and we have reached a wider audience. KFR continues to respond well to the challenges with a continuation of adding new services and products to customers.

- a) This year overall has been one of relative stability for KFR. Our business model is based around partnerships and without the strong partnerships we have with a range of charities, organisations, and commercial companies, built up over time, we would not be able to help so many low-income families. This year, our partnerships contributed to record levels of business, with total income of £910,465 (an increase of 34% compared to the previous year) giving an operating surplus of £56,982. Capital Expenditure totalled £22,927.
- b) This puts pressure on the staff which warranted the addition of fresh staff, allowing the team to meet the increased activity levels, and continue providing excellent service to our customers. As part of our commitment to helping those in the community, in addition to paying at least the real national living wage, the trustees decided that the sixteen staff should share £16,000 of the operating surplus (£18,144 when employer's National Insurance and pension contributions are considered). The trustees would like to express their sincere thanks to all the staff and volunteers for their hard work through the year.
- c) The increasing demand for superior quality, second-hand furniture and white goods was matched by an increasing supply of donations, both private and corporate, alongside the purchase of graded and refurbished white goods. During the year KFR took the opportunity to remodel their storage space by installing new racking, and purchasing an electric lift truck, to enable for product to be stored above the ground. This has allowed for more product to be stored and allowed for better product layout in the main showroom, which has all helped the record revenue performance. Given the demand for the services and goods which KFR provides, we expect business performance to continue to grow, albeit at a more modest rate.
- d) During the year ended 30th September 2024 KFR had one principal source of unrestricted funding: this was from the sale of donated second-hand furniture, white goods, and electrical items and bought-in graded and refurbished white goods. At £865,085 the value of the sales was 33% higher than the value of sales in the previous year. A smaller, secondary source of unrestricted funding came through grants, donations and Gift Aid refunded.
- e) We received no restricted funding during the year.

KENNET FURNITURE REFURBIZ LTD

TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2024

KFR maintains a provision fund of £33,830 in accordance with our reserves policy. There is also £20,000 in reserves for property dilapidations, making total designated reserve of £53,830. Total funds, excluding designated reserves, are £382,448 of which £63,076 are held as fixed assets. Free reserves are £319,372. Our reserve policy is maintained at a level designed to protect the Charity's work against risks related to :

- Income reliability / consistency
- Expenditure flexibility, including capital investment.
- Specific known liabilities

Free reserves should cover 3-6 months of operating expenditures held and are within the required level.

5. INVESTMENT POLICY

As there is a low level of funds available for investment, we consider bank deposits provide a satisfactory return to KFR. In the year to 30th September 2024 these have been short term deposits with KFR's banker and other UK regulated banks.

6. RISK MANAGEMENT

As trustees we review both the major and the minor risks that KFR faces on a regular basis, confirming that procedures are in place to mitigate, as far as is possible, any significant risks. We conduct periodic reviews of the controls over key financial systems, including the maintenance of adequate reserves, along with ensuring that the organisation's insurance cover is fit for purpose. We also consider other financial, business, operational and compliance risks faced by KFR using a risk taxonomy developed specifically for this purpose.

KFR is facing increasing competition from other charities and commercial operators in the provision of our core products on the high street. We monitor the sales price in our warehouse and aim to keep our blue prices (see below), on average, below the market rate for second-hand goods.

We are aware that risk is not fixed and that everyone should be aware of their environment for changes as and when they may occur. For this reason, KFR continues to involve staff in developing future plans, ensuring risks of any nature are explained and understood. Training of staff continues to be a priority as does the recruitment of volunteers and trustees with the appropriate skills to cover roles as required.

KENNET FURNITURE REFURBIZ LTD
TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2024

7. ACHIEVEMENTS AND PERFORMANCE

Founded in 1996 as Kennet Furniture Exchange focused on the needs of low-income families just in Devizes, KFR now reaches out to low-income families across the whole of the county of Wiltshire. We have a simple but successful business model where donated items of reusable furniture, white goods, and small electricals, plus some bought-in goods such as new mattresses and pre-refurbished white goods, are offered for sale at a low price to low-income families and individuals. A mix of internal and external provision funding allows free goods to be provided to people in hardship or distress.

In recent years, KFR has reported outstanding year-on-year business growth, with revenue this year up by 34% on last year, and up 90+% since 2022. Whilst we have continued to benefit from strong relationships with our supply partners, such as Furniture Box, FCC Environment, Rework, Appliance Recycling Group and Hills Waste Solutions, we have also developed stronger relationships with our demand partners, such as Wiltshire Council,

Wiltshire Community Foundation, Voluntary Action Swindon, Swindon Emergency Assistance Fund, and several housing associations. We are incredibly grateful to all our business partners for their continued support.



**The remodeled KFR Office
& Customer Service Area**

We expect the demand for superior quality, re-usable furniture and, in particular, kitchen appliances to continue to grow and this has led us to review KFR's sustainability over the medium to longer term. During the year we remodelled the customer office area to provide an improved staff working space, and customer service desk. We also expanded our fleet of vehicles and van crews. We now operate four vans servicing all of Wiltshire and Swindon.

Over the last year, we have seen an increase in the demand for our services from other organizations who find our ability to provide a range of household goods from one source highly effective. This is a segment of revenue that has grown in the past year, with it now representing over 15% of all revenue. Similarly, provision-based funding also is over 15% of our annual revenue.

Free provisioning is in KFR's DNA. In addition to funds managed by external organisations, KFR received grants of £144,581, including £117,581 from the Household Support Fund via Wiltshire Community Foundation. KFR's own provision funding, formed by setting aside 4% of our KFR generated monthly income, totalled £31,420. We allocated over £140,000 from our provisioning funds to the free provision of household items, with over £55,000 carried forward to the new fiscal year.



We continued to use a dual pricing system. Our standard, green price is paid by low-income families in receipt of state benefits and represents what we believe to be excellent value. All provisioning is deemed to be at the green price. Our blue price is 40% higher and is therefore closer to a second-hand market price. Blue prices are paid by the general public, with the additional income helping to fund our operations and to support KFR's own provisioning. The value of green price discounting during the year was £189,000, benefiting over 6,870 customers.

TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2024

To satisfy customers' expectations for prompt delivery in all parts of the county, and to support requests for



house clearances and for home visits for white goods maintenance, it was necessary to review our van fleet. We added a fourth van on 5-year leases, along with a new van crew. Unfortunately, the weight of goods transported in our vans along with the distances travelled meant that electric vehicles remain not viable. The activity levels, and frequency of deliveries, has led to the full fleet of vans being fully utilised. Currently we do not expect to add an additional van, but if certain segments of business

expand in the coming years, then an additional van may be warranted. Our delivery policy remains unchanged, we charge £20 (incl. VAT) for a delivery in total, and collection of donated goods is free.

As part of our aim to put management and delivery of the charity's objectives in the most effective manner, we made some staffing changes, with the addition of a part time finance professional, additional van crews, and increased operational staff to give KFR the maximum flexibility and resource to facilitate the current service and activity levels. We also recognized that as KFR has grown, so have the demands on the general managers time, so some activities like health & safety management have been outsourced to a professional health and safety service, who have streamlined our health and safety process, training, and compliance.

At board level, we have appointed one new trustee, Paul Crerand, an experienced businessperson who brings a wealth of global business management experience including people development expertise. In February 2024, a new chair of the trustee's (Ian Poulton) was elected, he had been a member of the board for a couple of years



Dan being interviewed by Shirley from local radio Swindon 105.5

prior acting as the board treasurer. He is now fulfilling that role, and board chair, and has helped facilitate several new initiatives in conjunction with the board, and KFR team, to increase the impact of KFR in the community, and make a difference. This has included a more intensive marketing program, including the now famous Facebook Wednesday walkabouts, and Reuse Revolution branding. Advertising on local radio has also been started, and KFR is seeing a significant increase in activity from customers visiting the showroom.

Jeff Sutherland-Kay decided to resign from the board of trustees in 2024, after helping shape KFR into a more robust charity, through the introduction of a series of robust management controls and systems, that KFR is now reaping the benefits of as it continues to make a difference. KFR appreciates the contribution Jeff made during his tenure and extends their thanks for all his efforts.

TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2024

8. FUTURE PLANS

The Board of Trustees recognises that KFR has a significant role to play in the support of low-income families in the region. This carries both challenges and risks for the organisation, as we continue to focus on our core activities of generating the supply of donated furniture from both personal and corporate donors and meeting the demands of our customers. KFR undertakes a 3-year planning process each year. This includes developing a detailed plan for the new fiscal year, with the sale of both refurbished and purchased white goods forecast to rise in the 2024/2025 fiscal year, although more modestly than in previous years. We plan to add a new range of white goods (Willow) to help provide some feedstock for our in house engineered

white goods, but also to provide customers with high quality low-cost new white good options. Some of this growth will come from the continued growth of our business partners in Swindon, where we believe there will be a strong demand for our services. We also continue to develop our house clearance services and will be partnering with Age UK Wiltshire's shops to ensure the maximum reuse opportunities are attained from house clearances. We expect the partnership with FCC Environmental will also grow with the addition of a reuse shop inside of KFR to further the reuse revolution.



Growth in revenue also comes with increased costs, and in the forth coming budget, KFR expects to increase all staff wages by the same percentage as the real living wage growth. We will continue to pay at a minimum the real living wage, to our staff and contractors. In addition, we will continue the staff surplus share program. Plans are underway to also increase the KFR pension contribution for staff. Marketing has been identified as an area that yields a great return, so through a series of marketing programs, targeting the various generational media outlets we are increasing our investment. While we are maximizing our staff productivity, we also recognize that the volume increases also require staffing additions, so positions are being added with caution, when those threshold levels are reached. Our capital investment plans for the coming year include the construction of the Reuse shop, and associated storage space, along with a remodel of the employee break area, and some minor exterior building upgrades. The only owned van will be sold, and will be replaced by a new leased van, in line with the KFR van strategy.



TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2024

9. INDEPENDENT EXAMINERS

Monahans have indicated their willingness to act in this capacity for year ending September 30th, 2025, and will be proposed for appointment at the Annual General Meeting.

A handwritten signature in black ink, appearing to read 'Ian J. Poulton', with a long horizontal stroke extending to the right.

For and on behalf of the Trustees
Ian J. Poulton
Director and Chair of Trustees

April 16th, 2025

Independent Examiner's Report to the Trustees of
Kennet Furniture Refurbiz Ltd

Independent examiner's report to the trustees of Kennet Furniture Refurbiz Ltd ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 September 2024.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



James Gare

Monahans
Chartered Accountants
Hermes House
Fire Fly Avenue
Swindon
Wiltshire
SN2 2GA

Date: .25th April 2025...

Kennet Furniture Refurbiz Ltd

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 30 September 2024

		2024 Unrestricted funds £	2023 Total funds £
	Notes		
INCOME AND ENDOWMENTS FROM			
Donations and legacies	3	23,670	2,748
Charitable activities	5		
Provision of recycled furniture		884,611	664,963
Investment income	4	2,184	1,604
Other income	6	-	7,294
Total		<u>910,465</u>	<u>676,609</u>
 EXPENDITURE ON			
Raising funds	7	2,295	-
Charitable activities	8		
Provision of recycled furniture		<u>851,188</u>	<u>666,092</u>
Total		<u>853,483</u>	<u>666,092</u>
 NET INCOME		56,982	10,517
 RECONCILIATION OF FUNDS			
Total funds brought forward		<u>379,296</u>	<u>368,779</u>
 TOTAL FUNDS CARRIED FORWARD		<u><u>436,278</u></u>	<u><u>379,296</u></u>

The notes form part of these financial statements

Balance Sheet
30 September 2024

		2024 Unrestricted funds £	2023 Total funds £
	Notes		
FIXED ASSETS			
Tangible assets	15	63,076	56,888
CURRENT ASSETS			
Stocks	16	21,298	9,732
Debtors	17	76,437	58,713
Cash at bank and in hand		<u>328,687</u>	<u>335,916</u>
		426,422	404,361
CREDITORS			
Amounts falling due within one year	18	(53,220)	(81,953)
		<u>373,202</u>	<u>322,408</u>
NET CURRENT ASSETS			
		<u>373,202</u>	<u>322,408</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		436,278	379,296
		<u>436,278</u>	<u>379,296</u>
NET ASSETS			
		<u>436,278</u>	<u>379,296</u>
FUNDS	20		
Unrestricted funds		<u>436,278</u>	<u>379,296</u>
TOTAL FUNDS		<u>436,278</u>	<u>379,296</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2024.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2024 in accordance with Section 476 of the Companies Act 2006.

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 prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on April 22nd 2025. and were signed on its behalf by:



Ian J. Poulton ACMA CGMA
Chair of Board of Trustees

The notes form part of these financial statements

Kennet Furniture Refurbiz Ltd

Cash Flow Statement
for the Year Ended 30 September 2024

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	1	13,514	32,423
Interest element of hire purchase or finance lease rental payments paid		<u>-</u>	<u>(1,159)</u>
Net cash provided by operating activities		<u>13,514</u>	<u>31,264</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(22,927)	(40,156)
Sale of tangible fixed assets		-	6,250
Interest received		<u>2,184</u>	<u>1,604</u>
Net cash used in investing activities		<u>(20,743)</u>	<u>(32,302)</u>
Cash flows from financing activities			
Capital repayments in year		<u>-</u>	<u>(8,150)</u>
Net cash provided by/(used in) financing activities		<u>-</u>	<u>(8,150)</u>
		<u> </u>	<u> </u>
Change in cash and cash equivalents in the reporting period		(7,229)	(9,188)
Cash and cash equivalents at the beginning of the reporting period		<u>335,916</u>	<u>345,104</u>
Cash and cash equivalents at the end of the reporting period		<u><u>328,687</u></u>	<u><u>335,916</u></u>

The notes form part of these financial statements

Kennet Furniture Refurbiz Ltd

Notes to the Cash Flow Statement
for the Year Ended 30 September 2024

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net income for the reporting period (as per the Statement of Financial Activities)	56,982	10,517
Adjustments for:		
Depreciation charges	16,739	10,279
Profit on disposal of fixed assets	-	(6,250)
Interest received	(2,184)	(1,604)
Interest element of hire purchase and finance lease rental payments	-	1,159
Increase in stocks	(11,566)	(4,755)
Increase in debtors	(17,724)	(27,698)
(Decrease)/increase in creditors	<u>(28,733)</u>	<u>50,775</u>
Net cash provided by operations	<u><u>13,514</u></u>	<u><u>32,423</u></u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.10.23 £	Cash flow £	At 30.9.24 £
Net cash			
Cash at bank and in hand	<u>335,916</u>	<u>(7,229)</u>	<u>328,687</u>
	<u>335,916</u>	<u>(7,229)</u>	<u>328,687</u>
Total	<u><u>335,916</u></u>	<u><u>(7,229)</u></u>	<u><u>328,687</u></u>

The notes form part of these financial statements

Kennet Furniture Refurbiz Ltd

Notes to the Financial Statements
for the Year Ended 30 September 2024

1. STATUTORY INFORMATION

Kennett Furniture Refurbiz Ltd is a charitable company limited by guarantee, without share capital, incorporated in England and Wales. The registered office address, nature of the charity's operations and principal activities can be found in the Trustees' Report.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest pound.

There are no significant areas of judgements or key sources of estimation uncertainty.

Going concern

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Legal status of the Charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

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.

Donations are recognised when the charity has been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

The sale of donated and new goods, whether to the general public or provided under agreements with local authorities, is recognised on point of sale.

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.

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Tangible fixed assets

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

Improvements to property	- over period of lease
Fixtures and fittings	- Straight line basis over 3-5 years

Notes to the Financial Statements - continued
for the Year Ended 30 September 2024

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Motor vehicles - Straight line over 3 years

Tangible fixed assets are recorded at cost and depreciation is calculated to write off the cost, less estimated residual value over their expected useful lives. Fixed assets costing more than £500 are capitalised.

Stocks

Stocks are valued at the lower of cost and net realisable value.

The charitable company does not value donated second hand goods where it is impractical to do so.

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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

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.

Donated goods

Donated goods, services and facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised and refer to the trustees' annual report for more information about their contribution.

On receipt, donated goods, services and facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Estimating the fair value of donated goods for resale is impractical. Therefore donated goods for resale are not recognised on receipt. Instead, the value to the charity of the donated goods sold is recognised as income when sold.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Kennet Furniture Refurbiz Ltd

Notes to the Financial Statements - continued
for the Year Ended 30 September 2024

3. DONATIONS AND LEGACIES

	2024	2023
	£	£
Donations and grants	<u>23,670</u>	<u>2,748</u>

4. INVESTMENT INCOME

	2024	2023
	£	£
Interest	<u>2,184</u>	<u>1,604</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2024	2023
		£	£
Grants	Provision of recycled furniture	19,526	16,066
Sales and fees	Provision of recycled furniture	<u>865,085</u>	<u>648,897</u>
		<u>884,611</u>	<u>664,963</u>

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

	2024	2023
	£	£
Refugee Resettlement and Migration Service	<u>19,526</u>	<u>16,066</u>

6. OTHER INCOME

	2024	2023
	£	£
Gain on sale of tangible fixed assets	-	6,250
Kickstarter funding	<u>-</u>	<u>1,044</u>
	<u>-</u>	<u>7,294</u>

7. RAISING FUNDS

Raising donations and legacies

	2024	2023
	£	£
Grant writing fee	<u>2,295</u>	<u>-</u>

8. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 9)	Support costs (see note 10)	Totals
	£	£	£
Provision of recycled furniture	<u>817,425</u>	<u>33,763</u>	<u>851,188</u>

Kennet Furniture Refurbiz Ltd

Notes to the Financial Statements - continued
for the Year Ended 30 September 2024

9. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2024	2023
	£	£
Staff costs	409,791	315,135
Operating lease - rent	55,600	52,547
Purchases	221,250	139,211
Insurance	5,955	3,974
Light and heat	4,395	7,972
Telephone	3,677	3,161
Advertising and sundry	19,655	12,150
Workshop/property expenses	18,797	12,441
Fuel	12,087	10,320
Vehicles costs including hire	39,577	33,357
Volunteer mileage	3,994	3,634
Volunteer allowances	3,274	2,986
Training costs and conferences	1,814	1,271
Protective clothing	2,510	1,860
Provision funding	-	28,000
Staff recognition	1,515	-
Depreciation	13,534	9,416
Interest payable and similar charges	-	1,159
	<u>817,425</u>	<u>638,594</u>

10. SUPPORT COSTS

	Management £
Provision of recycled furniture	<u>33,763</u>

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

Management

	2024	2023
	Provision of recycled furniture £	Total activities £
Office expenses	9,334	3,559
Bank charges	3,887	3,478
Professional fees	17,337	19,598
Depreciation of office equipment	<u>3,205</u>	<u>863</u>
	<u>33,763</u>	<u>27,498</u>

11. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2024	2023
	£	£
Depreciation - owned assets	16,739	10,279
Other operating leases	55,600	52,547
Surplus on disposal of fixed assets	-	(6,250)
Independent examination	2,500	1,030
Operating leases - other	<u>19,259</u>	<u>11,979</u>

Kennet Furniture Refurbiz Ltd

Notes to the Financial Statements - continued
for the Year Ended 30 September 2024

12. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 September 2024 nor for the year ended 30 September 2023.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 September 2024 nor for the year ended 30 September 2023.

13. STAFF COSTS

	2024	2023
	£	£
Wages and salaries	374,125	291,971
Social security costs	25,746	16,323
Other pension costs	9,920	6,841
	<u>409,791</u>	<u>315,135</u>

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

	2024	2023
Employees	<u>17</u>	<u>16</u>

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

Key management personnel for the charity comprises the Trustees and the general manager. The total employee benefits for key management personnel of the charity were £52,783 (2023 - £46,265).

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	2,748
Charitable activities	
Provision of recycled furniture	664,963
Investment income	1,604
Other income	<u>7,294</u>
Total	<u>676,609</u>
EXPENDITURE ON	
Charitable activities	
Provision of recycled furniture	<u>666,092</u>
NET INCOME	10,517
RECONCILIATION OF FUNDS	
Total funds brought forward	<u>368,779</u>
TOTAL FUNDS CARRIED FORWARD	<u>379,296</u>

Kennet Furniture Refurbiz Ltd

Notes to the Financial Statements - continued
for the Year Ended 30 September 2024

15. TANGIBLE FIXED ASSETS

	Improvements to property £	Fixtures and fittings £	Motor vehicles £	Office equipment £	Totals £
COST					
At 1 October 2023	47,489	-	34,365	18,922	100,776
Additions	<u>12,290</u>	<u>10,637</u>	<u>-</u>	<u>-</u>	<u>22,927</u>
At 30 September 2024	<u>59,779</u>	<u>10,637</u>	<u>34,365</u>	<u>18,922</u>	<u>123,703</u>
DEPRECIATION					
At 1 October 2023	6,537	-	27,782	9,569	43,888
Charge for year	<u>10,143</u>	<u>925</u>	<u>2,467</u>	<u>3,204</u>	<u>16,739</u>
At 30 September 2024	<u>16,680</u>	<u>925</u>	<u>30,249</u>	<u>12,773</u>	<u>60,627</u>
NET BOOK VALUE					
At 30 September 2024	<u>43,099</u>	<u>9,712</u>	<u>4,116</u>	<u>6,149</u>	<u>63,076</u>
At 30 September 2023	<u>40,952</u>	<u>-</u>	<u>6,583</u>	<u>9,353</u>	<u>56,888</u>

16. STOCKS

	2024 £	2023 £
Stocks	<u>21,298</u>	<u>9,732</u>

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Trade debtors	15,205	14,017
Prepayments and accrued income	<u>61,232</u>	<u>44,696</u>
	<u>76,437</u>	<u>58,713</u>

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Trade creditors	11,268	12,235
Social security and other taxes	10,985	7,018
VAT	2,884	-
Other creditors	4,522	1,350
Accruals and deferred income	<u>23,561</u>	<u>61,350</u>
	<u>53,220</u>	<u>81,953</u>

Deferred income

	£
Deferred Income at 1 October 2023	36,974
Resources deferred in the year	5,953
Amounts released from previous years	<u>(36,974)</u>
Deferred Income at 30 September 2024	<u>5,953</u>

Deferred income relates to funding received in advance of the provision of furniture.

Kennet Furniture Refurbiz Ltd

Notes to the Financial Statements - continued
for the Year Ended 30 September 2024

19. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2024 £	2023 £
Within one year	82,782	55,600
Between one and five years	210,596	180,700
In more than five years	3,602	-
	<u>296,980</u>	<u>236,300</u>

20. MOVEMENT IN FUNDS

	At 1.10.23 £	Net movement in funds £	Transfers between funds £	At 30.9.24 £
Unrestricted funds				
General fund	247,896	56,982	77,570	382,448
Contingency fund	131,400	-	(111,400)	20,000
Provision funding	-	-	33,830	33,830
	<u>379,296</u>	<u>56,982</u>	<u>-</u>	<u>436,278</u>
TOTAL FUNDS	<u>379,296</u>	<u>56,982</u>	<u>-</u>	<u>436,278</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	910,465	(853,483)	56,982
	<u>910,465</u>	<u>(853,483)</u>	<u>56,982</u>
TOTAL FUNDS	<u>910,465</u>	<u>(853,483)</u>	<u>56,982</u>

Comparatives for movement in funds

	At 1.10.22 £	Net movement in funds £	Transfers between funds £	At 30.9.23 £
Unrestricted funds				
General fund	239,779	10,517	(2,400)	247,896
Contingency fund	129,000	-	2,400	131,400
	<u>368,779</u>	<u>10,517</u>	<u>-</u>	<u>379,296</u>
TOTAL FUNDS	<u>368,779</u>	<u>10,517</u>	<u>-</u>	<u>379,296</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	676,609	(666,092)	10,517
	<u>676,609</u>	<u>(666,092)</u>	<u>10,517</u>
TOTAL FUNDS	<u>676,609</u>	<u>(666,092)</u>	<u>10,517</u>

Kennet Furniture Refurbiz Ltd

Notes to the Financial Statements - continued
for the Year Ended 30 September 2024

20. MOVEMENT IN FUNDS - continued

Contingency fund

The contingency fund has been reduced to £20,000 which relates to a reserve fund for dilapidation.

Provision fund

Surplus charity funds are allocated to the provision fund which is used to provide free goods to those in crisis.

21. EMPLOYEE BENEFIT OBLIGATIONS

The pension cost charge represents contributions payable by Kennet Furniture Refurbiz to the fund and amounted to £9,920 (2023: £6,841). At 31 March 2024 £4,522 (2023: £1,350) of contributions were payable.

22. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30 September 2024.

Accounts



KENNET FURNITURE REFURBIZ LTD

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30th SEPTEMBER 2023



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KENNET FURNITURE REFURBIZ LTD

COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2023

Trustees/Directors	Pamela Collier Daniel Dickinson – appointed 8 June 2023 Patrick English Kevin Harrison Sebastiano Longo – appointed 19 July 2023 Ian Poulton (Treasurer) Yvonne Pearce Sam Selman Christopher Shears (Company Secretary) Victoria Saunders Jeffrey Sutherland-Kay (Chair of Trustees)
Company Secretary	Christopher Shears
Registered office	Unit 6B (5) Hopton Industrial Estate London Road Devizes Wiltshire SN10 2EU
Registration number	3213883 England and Wales
Charity number	1056649
Independent examiner	Mr Andrew Fisher FCA The Alanbrookes Group Ltd (trading as J S Weeks & Co) 24, Glove Factory Studios Holt, Wiltshire BA 14 6RL

KENNET FURNITURE REFURBIZ LTD

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2023

We present our report and financial statements for the year ended 30 September 2023. We 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 1st January 2019), Charities SORP (FRS102) and the Companies Act 2006.

1. STRUCTURE, GOVERNANCE and MANAGEMENT

Kennet Furniture Refurbiz Ltd (KFR) is a company limited by guarantee and a charity registered in England with the Charity Commission.

Our governing documents are our Memorandum and Articles of Association. In the event of KFR being wound up the liability of each trustee and member is limited to a sum not exceeding £1.

As existing trustees, we elect new trustees in accordance with the Articles of Association. On appointment, all new trustees receive a copy of the Memorandum and Articles of Association and induction information, which includes their role as a trustee and the Charity Commission booklet 'Essential Trustee'. Training is made available to all trustees as required. As trustees we meet as a board on a regular basis to set strategy and business plans and to monitor performance. We delegate to the General Manager the task of day-to-day management of KFR, which he carries out to a high standard.

2. OBJECTIVES AND ACTIVITIES

KFR's mission is to:

- Refurbish furniture and white goods so that quality items are available to households with limited income;
- Revive communities by removing unwanted items, reducing landfill and training people with new skills.

Through this mission, KFR aims to improve the lives of people most in need in the region by offering for sale good quality, second-hand furniture and electrical items. To assist us in our mission we provide training and personal development opportunities to the young and unemployed.

During the year under review, KFR successfully continued with its main activities at the warehouse and showroom in Devizes, creating another record year for the organisation.

- KFR sold at low cost, or provided free, over 5,900 pieces of second-hand furniture and electrical goods donated, in the main, by companies and households in the county of Wiltshire.
- Overall, we sold over 10,100 items of re-usable furniture and electrical goods, diverting them from landfill.
- KFR repaired and tested over 1,150 donated white goods which were made available for sale at low cost. In addition, we tested approximately 1,200 small electrical items.
- The weight of goods re-used and therefore not sent to landfill amounted to 230 tonnes, equivalent to the weight of 65 KFR vans. Carbon savings from re-use were 370 tonnes, equivalent to 100 average petrol cars each driving 13,500 miles.

[Note: Re-use weights are calculated using the Reuse Network calculator; carbon savings are calculated using UK Government greenhouse gas (GHG) factors.]

KFR has a small number of hard-working and enthusiastic staff and several willing volunteers. The volunteers comprise a wide range of people and have included some who are actively looking for employment, some with more complex needs who struggle with social inclusion and retired people giving their time and experience to

KENNET FURNITURE REFURBIZ LTD
TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

KFR. The total number of volunteer hours exceeded 5,300. If we had had to employ staff instead, it would have cost over £55,000.

3. STATEMENT OF RESPONSIBILITIES OF THE TRUSTEES

The trustees (who are also directors of the charity for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The trustees are required to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and the incoming resources and application of resources, including the net income or expenditure of the charity for the year. 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 Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice 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 charity will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Companies Act 2006. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

FINANCIAL PERFORMANCE AND RESERVES

The statement of financial activities on page 11 shows the incoming resources and the application of those resources. In the background, the economic climate of high interest rates and high inflation, and the pressure on the cost of living, have meant an increasing need for our services and we have reached a wider audience (see 7 below). KFR continues to respond well to the challenges.

- a) This year overall has been one of relative stability for KFR. Our business model is based around partnerships and without the strong partnerships we have with a range of charities, organisations and commercial companies, built up over time, we would not be able to help so many low-income families. This year, our partnerships contributed to record levels of business, with total income of £676,609 (an increase of 42% compared to the previous year) giving an operating surplus of £10,517. Capital Expenditure totalled £40,165.
- b) This puts pressure on the staff which, as always, they handled well, meeting each challenge as it arose. In view of their contribution to the charity's performance, the trustees decided that the 16 staff should share equally £16,000 of the operating profits as recorded in note 4a (£18,144 when employer's National Insurance and pension contributions are taken into account). The trustees would like to express their sincere thanks to all the staff and volunteers for their hard work through the year.

KENNET FURNITURE REFURBIZ LTD
TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

- c) The increasing demand for good quality, second-hand furniture and white goods was matched by an increasing supply of donations, both private and corporate, alongside the purchase of graded and refurbished white goods. The warehouse extension, which was brought into use in October 2022, along with bespoke workshops for white goods refurbishment and cleaning, gave us the opportunity to create a much-improved layout in the main part of the warehouse, making it easier for customers to view the goods on offer. This in turn contributed to the record performance. Given the demand for the services and goods which KFR provides, we expect business performance to continue to grow, albeit at a more modest rate.
- d) During the year ended 30th September 2023 KFR had one principal source of unrestricted funding: this was from the sale of donated second-hand furniture, white goods and electrical items and bought-in graded and refurbished white goods. At £648,897 the value of the sales was 52% higher than the value of sales in the previous year. A smaller, secondary source of unrestricted funding came through grants, donations and Gift Aid refunded.
- e) We received no restricted funding during the year.

KFR maintains a contingency reserve of £125,000, in accordance with our reserves policy. The additional dilapidations reserve has increased to £6,400, making a total reserve of £131,400.

4. INVESTMENT POLICY

As there is a relatively low level of funds available for investment, we consider bank deposits provide a satisfactory return to KFR. In the year to 30th September 2023 these have been short term deposits with KFR's banker and other UK regulated banks.

5. RISK MANAGEMENT

As trustees we review both the major and the minor risks that KFR faces on a regular basis, confirming that procedures are in place to mitigate, so far as is possible, any significant risks. We carry out periodic reviews of the controls over key financial systems, including the maintenance of adequate reserves, along with ensuring that the organisation's insurance cover is fit for purpose. We also consider other financial, business, operational and compliance risks faced by KFR using a risk taxonomy developed specifically for this purpose.

KFR is facing increasing competition from other charities and commercial operators in the provision of our core products on the high street. We monitor the sales price in our warehouse and aim to keep our blue prices (see below), on average, below the market rate for second-hand goods.

We are aware that risk is not fixed and that everyone should be aware of their environment for changes as and when they may occur. For this reason, KFR continues to involve staff in developing future plans, ensuring risks of any nature are explained and understood. Training of staff continues to be a priority as does the recruitment of volunteers and trustees with the appropriate skills to cover roles as required.

TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

6. ACHIEVEMENTS AND PERFORMANCE

Founded in 1996 as Kennet Furniture Exchange focused on the needs of low-income families just in Devizes, KFR now reaches out to low-income families across the whole of the county of Wiltshire. We have a simple but successful business model where donated items of reusable furniture, white goods and small electricals, plus some bought-in goods such as new mattresses and pre-refurbished white goods, are offered for sale at a low price to low-income families and individuals. A mix of internal and external provision funding allows free goods to be provided to people in hardship or distress.

In recent years, KFR has reported outstanding year-on-year business growth, with income this year up by 42% on last year. Whilst we have continued to benefit from strong relationships with our supply partners, such as FurnitureBox, FCC Environment, Rework, Appliance Recycling Group and Hills Waste Solutions, we have also developed stronger relationships with our demand partners, such as Wiltshire Council, Wiltshire Community Foundation, Voluntary Action Swindon, Swindon Emergency Assistance Fund and several housing associations. We are very grateful to all our business partners for their continued support.

We expect the demand for good quality, re-usable furniture and, in particular, kitchen appliances to continue to grow and this has led us to review KFR's sustainability over the medium to longer term. We started the year by completing our move into the additional warehouse space at the west end of our facility, including the creation of new engineering workshops for the inspection, refurbishment and testing of white goods, with bespoke spaces for dry appliances (cookers, tumble dryers) and wet appliances (washing machines, dishwashers), plus space for testing fridges and fridge-freezers and for cleaning tested appliances ready for display in the warehouse.



The KFR van crews, led by Operations Supervisor Simon Cole (far left)

Over the last year, we have seen an increase in the demand for our services in the Swindon area, following the closure of the Gateway Furniture project. This included some funding for the free provision of goods to people in hardship in Swindon and we are pleased to report that a further tranche of funding has been secured so that this provision can continue well into the new financial year. The fund is managed by Voluntary Action Swindon.

Free provisioning is in KFR's DNA. In addition to funds managed by external organisations, KFR received grants of £31,000, including £20,000 from the DWP's Local Assistance Fund via Wiltshire Community Foundation. KFR's own provision funding, formed by setting aside 4% of our monthly income, totalled £28,050. We allocated over £38,000 from our provisioning funds to the free provision of household items, with £23,000 carried forward to the new financial year.

We continued to use a dual pricing system. Our standard, green price is paid by low-income families in receipt of state benefits and represents what we believe to be excellent value. All provisioning is deemed to be at the green price. Our blue price is generally 40% higher and is therefore closer to a second-hand market price. Blue prices are paid by the general public, with the additional income helping to fund our operations and to support KFR's own provisioning. The value of green price discounting during the year was £118,000, benefiting over 5,500 customers.

TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

In order to satisfy customers' expectations for prompt delivery in all parts of the county, and to support requests for house clearances and for home visits for white goods maintenance, it was necessary to review our van fleet. We replaced one of our two delivery/collection vans, which had become unreliable and costly to maintain, and added a third van. Both of these vans were procured on 5-year leases. Unfortunately, the weight of goods transported in our vans along with the distances travelled meant that electric vehicles were not viable. Towards the end of the year, we added a second-hand, small van for the engineers to use when making home visits.

In the late Spring, we instigated a project to look at our energy usage at the warehouse and the costs and benefits of adding solar panels to the warehouse roof: part of our desire to improve the longer-term sustainability of the charity. A building survey was undertaken to make sure that the roof could bear the weight



and a number of options were considered by the Board. The final decision was to install a solar array of 81 panels and associated infrastructure and this was completed at the end of August. The panels are expected to generate around 29 MWh per annum, with the £25,000 (capital expenditure) of the installation forecast to be covered in approximately three years through reduced energy costs and the sale of surplus power to our energy supplier.

As part of our aim to put management and delivery of the charity's objectives on a more sustainable footing, we began the year by finalising, after consultation, and then implementing a new staffing structure. This included clear reporting lines through a supervisory level to the general manager and better-defined role descriptions. A new role of Operations Supervisor was created to manage our delivery and collection service and our van fleet. After a local search,

the role was eventually filled through an internal promotion. The addition of a third delivery van created the need for another driver and crewperson. We believe that KFR now has a staffing structure that will support the organisation through the medium term.

At Board level, we have appointed two new trustees. Daniel Dickinson joined the Board in June 2023. Dan brings deep and valuable experience of information technology and fills a key gap in the Board's range of skills and knowledge. Sebastiano Longo became a trustee in July 2023. Seb is a long-time customer of KFR and his role is to represent the voice of the-customer in both Board and sub-committee discussions.

KENNET FURNITURE REFURBIZ LTD
TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

7. FUTURE PLANS

The Board of Trustees recognises that KFR has a significant role to play in the support of low-income families in the region. This carries both challenges and risks for the organisation, as we continue to focus on our core activities of generating the supply of donated furniture from both personal and corporate donors and meeting the demands of our customers. KFR undertakes a 3-year planning process each year. This includes developing a detailed plan for the new financial year, with the sale of both refurbished and purchased white goods forecast to rise in the 2023/2024 financial year, although more modestly than in previous years. Some of this growth will come from our new business partners in Swindon, where we believe there will be a strong demand for our services. We also plan to develop further our activities in the Chippenham area and our house clearance services, both on a carefully managed basis to ensure that a beneficial cost:income ratio is maintained.



There are two particular areas of expenditure we have budgeted for. Firstly, we expect the general increase in the demand across the county for reusable furniture and white goods, plus our focus on providing good quality customer service, to require a fourth delivery van later in the year. We will not commit to this until we are sure that it is needed. Secondly, and as part of our overall aim to improve the charity's sustainability, we plan to upgrade our IT system to ensure that it better supports the way that KFR works. A project has already been instigated and we are working closely with our system supplier to deliver the necessary enhancements.

8. PUBLIC BENEFIT

The Board keeps in mind the Charity Commission's guidance on public benefit. The focus of our charitable activities during the year is set out above in our statements on "Objectives and Activities" and "Achievements and Performance" and these explain how as a charity we have delivered public benefit.

9. INDEPENDENT EXAMINERS

The Alanbrookes Group Ltd have indicated their willingness to continue in this capacity and will be proposed for reappointment.

For and on behalf of the Trustees
Jeffrey Sutherland-Kay
Director and Chair of Trustees

15 March 2024

KENNET FURNITURE REFURBIZ LTD
**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
KENNET FURNITURE REFURBIZ LTD**

I report on the accounts of the charity for the year ended 30th September 2023, which are set out on pages 11 to 21.

Respective responsibilities of trustees and basis of examiner's report

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011. The 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.

I report in respect of my examination of the accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the accounts. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently, I express no opinion as to whether the accounts present a 'true and fair' view and my report is limited to those specific matters set out in the independent examiner's statement.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

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

Independent examiner's statement

I have completed my examination and confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- (1) accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- (2) the accounts do not accord with those records; or
- (3) the accounts do not comply with the accounting requirements of section 396 of the Companies Act 2006 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
- (4) the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

.....
Mr Andrew Fisher FCA BA
The Alanbrookes Group Ltd
24, Glove Factory Studios
Holt, Wiltshire
BA 14 6RL

15 March 2024

**STATEMENT OF FINANCIAL ACTIVITIES (incorporating and income and expenditure account)
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

		Restricted Funds	Unrestricted Funds	Total Funds 2023	Total Funds 2022
	Notes	£	£	£	£
Incoming resources					
Incoming resources from General funds:-					
<i>Voluntary income:-</i>					
Donations	3	-	2,748	2,748	1,209
<i>Activities for generating funds:-</i>					
Investment income	3	-	1,604	1,604	201
Sales and Fees	3	-	648,897	648,897	426,141
Others	3	-	7,294	7,294	13,311
Incoming resources from charitable activities:-					
Grants (net of expenditure)	3	-	16,066	16,066	36,361
Total incoming resources		-	676,609	676,609	477,223
		=====	=====	=====	=====
Resources expended					
Charitable activities	4	-	651,272	651,272	381,290
Governance costs	4	-	14,820	14,820	11,775
Total resources expended		-	666,092	666,092	393,065
		-----	-----	-----	-----
Net income and movement in funds		-	10,517	10,517	84,158
Reconciliation of funds					
Total funds brought forward		-	368,779	368,779	284,621
		-----	-----	-----	-----
Total funds carried forward		-	379,296	379,296	368,779
		=====	=====	=====	=====

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed the notes to the accounts.

The notes on pages 14 to 21 form an integral part of the financial statements.

KENNET FURNITURE REFURBIZ LTD

BALANCE SHEET
AS AT 30 SEPTEMBER 2023

	Notes	£	2023 £	2022 £
Fixed assets	7		56,897	27,011
Current assets				
Debtors and prepayments	8	58,713		31,015
Closing Stock		9,732		4,977
Cash at bank		334,935		344,144
Cash in hand		972		960
		-----		-----
		404,352		381,096
Creditors: Amounts falling due within one year	9	(81,953)		(36,068)
		-----		-----
Net Current Assets			322,399	345,028
Creditors: Amounts falling due after more than one year	10	(-)		(3,260)
		-----		-----
			322,399	341,768
Net assets	11		-----	-----
			379,296	368,779
			=====	=====
Capital and reserves				
Restricted funds			-	-
Unrestricted funds -				
General fund			247,896	239,779
Contingency reserves	4b		131,400	129,000
			-----	-----
			379,296	368,779
			=====	=====

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477(2), and that no member or members have requested an audit pursuant to section 476 of the Act.

The directors acknowledge their responsibilities for:

- i. ensuring that the company keeps proper accounting records which comply with section 386 of the Act; and
- ii. preparing financial statements which give a true and fair view of the state of affairs of the Company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company. of the Companies Act 2006 relating to small companies.

BALANCE SHEET (Continued)

KENNET FURNITURE REFURBIZ LTD

AS AT 30 SEPTEMBER 2023

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the trustees and authorised for issue on 15 March 2024 and signed on their behalf by:

Jeffrey Sutherland-Kay
Director and Chair of Trustees
Kennet Furniture Refurbiz Ltd
Company Number: 3213883 England and Wales
Charity Number: 1056649

KENNET FURNITURE REFURBIZ LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

1 Charity status

The charity is a charity limited by guarantee and consequently does not have share capital. Each of the trustees and members is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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 2019) (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Kennet Furniture Refurbiz Ltd meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Income and endowments

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

Donations

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable that settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings, they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

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.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £500 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if they do not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

KENNET FURNITURE REFURBIZ LTD

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

3 Incoming resources

	Restricted funds	Unrestricted funds	Total funds 2023	Total funds 2022
	£	£	£	£
Voluntary income:-				
Donations	-	2,748	2,748	1,209
		=====	=====	=====
=====				
Activities for generating funds:-				
Sales and fees	-	648,897	648,897	426,141
Investment income:-				
Bank deposit interest	-	1,604	1,604	201
	-----	-----	-----	-----
	-	650,501	650,501	426,342
	=====	=====	=====	=====
Other income :-				
Wilts Community Foundation – Kickstarter	-	1,044	1,044	13,311
Profit on disposal of motor vehicle	-	6,250	6,250	-
	-----	-----	-----	-----
	-	7,294	7,294	13,311
	=====	=====	=====	=====
Incoming resources for charitable activities:-				
Grants:-				
RRMS Funding	-	16,066	16,066	32,361
Wilts Community Funding	-	-	-	3,000
Freemasons	-	-	-	1,000
	-----	-----	-----	-----
	-	16,066	16,066	36,361
		=====	=====	=====
=====				
Total incoming resources	-	676,609	676,609	477,223
		=====	=====	=====
=====				

KENNET FURNITURE REFURBIZ LTD

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

4a Total resources expended

	Restricted funds	Unrestricted funds (Governance)	Unrestricted funds	Total funds 2023	Total funds 2022
	£	£	£	£	£
Cost Directly Allocated to Activities					
Purchases and testing of stock (Adjusted for stock)	-	-	127,722	127,722	54,516
Salaries and Wages	-	-	296,991	296,991	207,109
Staff Recognition	-	-	18,144	18,144	-
Rent of Warehouse	-	-	52,547	52,547	37,600
Workshop/Property expenses	-	-	7,461	7,461	5,721
Vehicles:-					
Fuel	-	-	10,320	10,320	9,074
Other costs including hire	-	-	33,357	33,357	17,284
Volunteers expenses:-					
Mileage	-	-	3,634	3,634	3,777
Allowances	-	-	2,986	2,986	2,855
Office Expenses	-	-	3,559	3,559	4,103
Lighting, Heating and Water			-	-	7,972
Telephone	4,870			-	-
Insurances	3,161	2,331			-
7,972	3,974	2,450			-
Advertising and Sundry Expenses	-	-	18,341	18,341	6,130
Professional Fees	-	14,820	4,778	19,598	12,505
Training Costs and Conferences	-	-	1,271	1,271	1,245
Equipment Repairs and Renewals	-	-	10,278	10,278	5,328
Protective Clothing	-	-	1,860	1,860	1,651
Bank and Credit Card Charges	-	-	3,478	3,478	2,146
Hire Purchase Interest	-	-	1,159	1,159	695
KFR Provision Funding	-	-	28,000	28,000	2,000
Depreciation:-					
Motor van	-	-	5,137	5,137	6,780
Office Equipment	-	-	863	863	637
Tenants Improvements	-	-	4,279	4,279	2,258
Total resources expended	-	14,820	651,272	666,092	393,065
		=====	=====	=====	=====
=====					

4b Contingency reserve

The charity has decided that they should hold adequate reserves to cover 3 to 6 months of the annual budgeted operating costs and a provision towards the cost of dilapidations.

KENNET FURNITURE REFURBIZ LTD

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2023

5 Net incoming resources are stated after charging

	2023	2022
	£	£
Depreciation	10,279	9,674
Independent Examiner's report	1,030	960
	=====	=====

6 Staff costs

	2023	2022
	£	£
Salaries and wages (including employer's national insurance)	291,500	203,165
	=====	=====

=====

There were no employees with emoluments in excess of £60,000 per annum.

7 Tangible fixed assets

	Tenants	Office	Motor	Total
	Improvements	equipment	vehicles	£
	£	£	£	£
Cost				
At 1 October 2022	22,577	10,878	51,365	84,820
Additions	24,921	8,044	7,200	40,165
Disposals	-	-	(24,200)	(24,200)
	-----	-----	-----	-----
At 30 September 2023	47,498	18,922	34,365	100,785
	-----	-----	-----	-----
Depreciation				
At 1 October 2022	2,258	8,706	46,845	57,809
Eliminated on Disposals	-	-	(24,200)	(24,200)
Change in the year	4,279	863	5,137	10,279
	-----	-----	-----	-----
At 30 September 2023	6,537	9,569	27,782	43,888
	-----	-----	-----	-----
Net book value				
At 30 September 2023	40,961	9,353	6,583	56,897
	=====	=====	=====	=====
At 30 September 2022	20,319	2,172	4,520	27,011
	=====	=====	=====	=====

KENNET FURNITURE REFURBIZ LTD

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

8 Debtors and prepayments

	Restricted funds £	Unrestricted funds £	Total 2023 £	Total 2022 £
Trade debtors	-	14,017	14,017	4,574
Other debtors	-	44,696	44,696	26,441
	-----	-----	-----	-----
	-	58,713	58,713	31,015
	=====	=====	=====	=====

9 Creditors:- amounts falling due within one year

	Restricted funds £	Unrestricted funds £	Total 2023 £	Total 2022 £
Trade creditors	-	12,235	12,235	21,464
Accruals and Deferred Income	-	61,350	61,350	7,224
Social security and other taxes	-	8,368	8,368	2,490
Hire Purchase Account	-	-	-	4,890
	-----	-----	-----	-----
	-	81,953	81,953	36,068
	=====	=====	=====	=====

10 Creditors:- amounts falling due after more than one year

	Restricted funds £	Unrestricted funds £	Total 2023 £	Total 2022 £
Hire Purchase Account	-	-	-	3,260
	-----	-----	-----	-----
				3,260
	=====	=====	=====	=====

11 Analysis of net assets between funds

	Restricted funds £	Unrestricted funds £	Total funds £
Tangible fixed assets	-	56,897	56,897
Current assets	-	404,352	404,352
Current liabilities	-	(81,953)	(81,953)
	-----	-----	-----
Net assets as at 30 September 2023	-	379,296	379,296

=====

=====

=====

KENNET FURNITURE REFURBIZ LTD

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2023

12 Movements in funds

	As at 01.10.2022	Incoming resources	Resources expended	Transfer	As at 30.09.23
	£	£	£	£	£
Contingency Reserve	129,000	-	-	2400	131,400
Unrestricted funds	239,779	676,609	(666,092)	(2,400)	247,896
	-----	-----	-----	-----	-----
Total funds	368,779	676,609	(666,092)	-	379,296
	=====	=====	=====	=====	=====

Accounts

KENNET FURNITURE REFURBIZ LTD

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30th SEPTEMBER 2022



Part of the showroom and warehouse in Devizes, illustrating the improved layouts made possible by the October 2022 extension

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KENNET FURNITURE REFURBIZ LTD

**COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

Trustees/Directors	Kenneth Brown – resigned 20 July 2022 Jason Caulfield-Ware – resigned 24 May 2022 Pamela Collier Patrick English Kevin Harrison – appointed 16 November 2022 Karin Horney – resigned 16 March 2022 Ian Poulton (Treasurer) - appointed 16 March 2022 Yvonne Pearce Sam Selman Christopher Shears (Company Secretary) Victoria Saunders – appointed 16 November 2022 Juliet Singer – resigned 16 November 2022 Jeffrey Sutherland-Kay (Chair of Trustees)
Company Secretary	Christopher Shears (appointed as Co Sec 16 March 2022)
Registered office	Unit 6B (5) Hopton Industrial Estate London Road Devizes Wiltshire SN10 2EU
Registration number	3213883 England and Wales
Charity number	1056649
Independent examiner	Mrs B Moss FCA J S Weeks & Co 10 Market Place Devizes Wiltshire SN10 1HT

**TRUSTEES' REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

We present our report and financial statements for the year ended 30 September 2022. We 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 1st January 2015), Charities SORP (FRS102) and the Companies Act 2006.

1. STRUCTURE, GOVERNANCE and MANAGEMENT

Kennet Furniture Refurbiz Ltd (KFR) is a company limited by guarantee and a charity registered in England with the Charity Commission.

Our governing documents are our Memorandum and Articles of Association. In the event of KFR being wound up the liability of each trustee and member is limited to a sum not exceeding £1.

As existing trustees, we elect new trustees in accordance with the Articles of Association. On appointment, all new trustees receive a copy of the Memorandum and Articles of Association, an induction pack, which includes information on their role, disclosure and declaration of interests form and the Charity Commission booklet 'Essential Trustee'. Training is made available to all trustees as required. As trustees we meet as a board on a regular basis to set strategy and business plans and to monitor performance. We delegate to the General Manager the task of day-to-day management of KFR, which he carries out to a high standard.

2. OBJECTIVES AND ACTIVITIES

KFR's mission is to:

- Refurbish furniture and white goods so that quality items are available to households with limited income;
- Revive communities by removing unwanted items, reducing landfill and training people with new skills.

Through this mission, KFR aims to improve the lives of people most in need in the region by offering for sale good quality, second-hand furniture and electrical items. To assist us in our mission we provide training and personal development opportunities to the young and unemployed.

During the year under review, and despite the operational impacts of the Covid-19 pandemic, KFR successfully continued with its main activities at the warehouse and showroom in Devizes, creating a record year for the organisation.

- KFR sold at low cost, or provided free, over 5,900 pieces of second-hand furniture and electrical goods donated, in the main, by companies and households in Wiltshire.
- KFR repaired and tested around 1,900 donated white goods which were made available for sale at low cost.

KFR has a small number of hard-working and enthusiastic staff and several willing volunteers. The volunteers comprise a wide range of people and have included some who are actively looking for employment, some on Government training schemes, some with more complex needs who struggle with social inclusion and retired people giving their time and experience to KFR. The total number of volunteer hours exceeded 6,400. If we had had to employ staff instead, it would have cost over £61,000.

KENNET FURNITURE REFURBIZ LTD
TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

3. TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The purpose of this statement is to distinguish our responsibilities in relation to financial statements and accounting records from those of the auditors as stated in their report.

Charity and company law require us as trustees to prepare financial statements for each financial period, which give a true and fair view of the state of affairs and of the incoming resources and application of resources of the company for that period. In preparing those financial statements we are required to:

- Select suitable accounting policies and apply them consistently
- Observe the methods and principles in the Charity Commission's Statement of Recommended Practice (SORP)
- Make judgements and estimates that are reasonable and prudent
- Prepare financial statements on a going-concern basis, unless it is inappropriate to assume that the company will continue to operate.

As trustees we are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the company and also for ensuring that the financial statements comply with relevant legislation. We are responsible for safeguarding the assets of the company and thus for taking reasonable steps for the prevention and detection of fraud and other irregularities.

4. FINANCIAL RESULTS AND RESERVES

The statement of financial activities on page 11 shows the incoming resources and the application of those resources for KFR. The key factors are:

- a) It was another challenging year as a result of the ongoing Covid-19 pandemic. Whilst the country continued to recover, the seemingly regular surges of new infections took their toll on our staffing levels, amongst both the paid and the volunteer staff. Our staff handled these pressures well and it was not found necessary at any time to close the warehouse to the public. The trustees would like to put on record their sincere thanks to all the staff for their hard work through the year helping KFR to produce another record financial performance, demonstrating that there is an ever stronger need for the services that KFR provides.
- b) The increasing demand for good quality, second-hand furniture and white goods was matched by an increasing supply of donations, both private and corporate, alongside the purchase of graded and refurbished white goods. Although we had doubled the size of the warehouse in 2021, it became clear, as the 2022 calendar year unfolded, that our capacity to store, refurbish and display continued to be constrained. Consequently, as the financial year drew to a close, negotiations were being completed to extend into fallow space at the west end of the warehouse, adding another 5,000 square feet for storage and bespoke areas for white goods refurbishment and cleaning. These areas were brought into use in October 2022, allowing a much-improved layout in the main part of the warehouse. KFR is very grateful to our landlords, Gaiger Brothers Limited, for their help and support in making this happen.



Part of the re-organised warehouse

KENNET FURNITURE REFURBIZ LTD
TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

- c) During the year ended 30th September 2022 KFR had one principal source of unrestricted funding: this was from the sale of donated second-hand furniture, white goods and electrical items and bought in graded and refurbished white goods, which at £426,140 was 25% higher than the value of sales in the previous year. A smaller, secondary source of unrestricted funding came through grants, donations and Gift Aid refunded.
- d) We received no restricted funding during the year.

As at 30th September 2022, a contingency reserve of £125,000 was agreed, which is within the reserves policy of KFR. An additional dilapidations reserve of £4,000 has been created, making a total reserve of £129,000.

5. INVESTMENT POLICY

As there is a relatively low level of funds available for investment, we consider bank deposits provide a satisfactory return to KFR. In the year to 30th September 2022 these have been short term deposits with KFR's banker and other UK regulated banks.

6. RISK MANAGEMENT

As trustees we review both the major and the minor risks that KFR faces on a regular basis, confirming that procedures are in place to mitigate, so far as is possible, any significant risks. We carry out periodic reviews of the controls over key financial systems, including the maintenance of adequate reserves, along with ensuring that the organisation's insurance cover is fit for purpose. We also consider other financial, business, operational and compliance risks faced by KFR using a risk taxonomy developed specifically for this purpose.

KFR is facing increasing competition from other charities and commercial operators in the provision of our core products on the high street. We monitor the sales price in our showroom and aim to keep our prices, on average, below the market rate for second-hand goods.

We are aware that risk is not fixed and that everyone should be aware of their environment for changes as and when they may occur. For this reason, KFR continues to involve staff in developing future plans, ensuring risks of any nature are explained and understood. Training of staff continues to be a priority as does the recruitment of volunteers and trustees with the appropriate skills to cover roles as required.

7. ACHIEVEMENTS AND PERFORMANCE

Founded in 1996 as Kennet Furniture Exchange, KFR has developed a successful but simple business model where donated items of reusable furniture, white goods and small electricals, plus some bought-in goods such as new mattresses and pre-refurbished white goods, are offered for sale at a low price to low-income families and individuals. A mix of internal and external provision funding allows free goods to be provided to people in hardship or distress.

TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

The business model is based around partnerships. Without these companies and organisations, on both the supply and demand sides, we would not be able to help so many low-income families.

On the supply side, our partnership with FurnitureBox, the Wiltshire-based furniture e-tailer, has gone from strength to strength and we collected several pallets of their customer returns each week. The sale of their donated furniture added £44,000 to our revenue during the year and we are very grateful

to the company, and in particular to the two founders Monty George and Dan Beckles, for their support for KFR. FurnitureBox moved to a new site in Chippenham in 2022 and we wish them continued success.



KFR's general manager Dan Thompson celebrates the opening of the new FurnitureBox site with Dan Beckles and Monty George



Another significant corporate relationship is with FCC Environment, the Household Recycling Centre (HRC) operator, which provided access for KFR to four of their Wiltshire HRCs to collect reusable furniture and white goods.

Donated white goods in the new storage area awaiting re-engineering



Although KFR re-engineered over 1,900 donated white goods items during the year, diverting over 66 tonnes from landfill, the need for second-hand white goods became greater than we were able to satisfy ourselves and we therefore formed two new partnerships: with Rework for the purchase of already refurbished white goods; and with Appliance Recycling Group for the purchase of graded new goods. This has ensured a steady supply of white goods to provide choice to our core audience of low-income families, whilst offering a small number of higher-end machines to walk-in customers. The sales of the latter helped to support our charitable purposes.

On the demand side, KFR has continued to work with some key organisations. Principal amongst these is Wiltshire Council, where we supported their Local Welfare Provision programme and their refugee resettlement programme, as well as other social care teams. During the year, we also worked with several housing associations and a wide range of organisations supporting families and individuals in need, hardship or distress.

Provisioning, the supply of goods at no cost, has been in KFR's DNA for many years and we see provisioning as central to our charitable vision. Over the last three years, funding for provisioning has been received from a number of companies, including Nationwide Building Society, Herman Miller, Wiltshire Community Foundation and Aster Group, and we would like to record our sincere thanks for the support of all our funders. The funding has enabled KFR to supply over £52,000 of free goods during this period. As KFR has grown, so has our

TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

capacity to support provisioning from our own revenue. Consequently, the Board has decided to allocate 4% of monthly gross revenue in our 2022/23 financial year (with a minimum of £2,000 per month) to our own Community Impact Grants fund. This will be in addition to any grants and corporate donations received.

It is through the re-circulation of reusable furniture and electrical items, that KFR is able to support low-income families and individuals across the whole county of Wiltshire. The re-circulation of reusable domestic items also encouraged the protection and sustainability of natural resources, thereby contributing to the achievement of the UK's net-zero carbon target. An internal project has been instigated to identify more accurately the weight of items diverted from landfill and the consequent CO₂ savings in order to evidence our impact in this area. Initial calculations indicate that through our activities, 144 tonnes of reusable items were diverted from landfill during the financial year.

We are pleased to report that our work as the leading reuse organisation in Wiltshire was again recognised nationally by The Reuse Network with the award of Reuse Organisation of the Year 2021. We were also delighted to host a visit by the High Sheriff for Wiltshire, the Marchioness of Lansdowne, and to receive her personal commendation and good wishes.

Lady Lansdowne with KFR's
chair of trustees Jeff Sutherland-Kay
and general manager Dan Thompson



The Board recognises that our staff and volunteers are integral to KFR's success and grateful thanks go to them. During the year, we again made use of the Government's Kickstart Scheme for 16 to 24 year-olds by employing two young people. Both gained valuable on-the-job experience and we were pleased to be able to invite one of them to join the staff at the end of their Kickstart period. The increasing pace of both supply and demand during the year led to a thorough review of roles and responsibilities, with staff consultations taking place as the financial year ended.

There have been changes at Board level too, with Ken Brown, Karin Horney and Jason Caulfield-Ware all stepping down from the Board. Ken had been a friend and supporter of KFR for many years, including several years as Chair of Trustees, and we are always pleased to welcome him back on his occasional visits to the warehouse. Karin had been a trustee for 21 years and fulfilled the roles of both Treasurer and Company Secretary; her calm and steady hand will be missed. Jason, a fairly recent recruit to the Board, felt he had to put all his focus into growing his marketing consultancy firm; he continues to be involved with KFR, however, as we have since retained his consultancy to provide marketing services. New trustee Ian Poulton, a very experienced financial director, was appointed to replace Karin as Treasurer, whilst current trustee Chris Shears was appointed as Company Secretary.

8. FUTURE PLANS

The Board of Trustees recognises that KFR has a significant role to play in the support of low-income families in the region. This carries both challenges and risks for the organisation, as we continue to focus on our core activities of generating the supply of donated furniture from both personal and corporate donors and meeting the demands of our customers. A detailed plan has been developed for the new financial year, with the sale of both refurbished and purchase white goods forecast to rise significantly and the sale of furniture forecast to benefit from the improved warehouse layout.

TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

The closures of furniture projects in Wilton (Burnbake Trust) and Swindon (Gateway) provide additional opportunities in the south and north of the county, which we believe we are well positioned to develop from our base in Devizes. These opportunities will bring an uplift in costs as well as revenue, with the budget for the year including the addition of a third van to our delivery and collection service. The budget also allows for increases in rent, utilities and staff costs whilst our planned revenue performance is still expected to deliver a small surplus.

9. PUBLIC BENEFIT

The Board has kept in mind the Charity Commission's guidance on public benefit. The focus of our charitable activities during the year is set out above in our statements on "Objectives and Activities" and "Achievements and Performance" and these explain how as a charity we have delivered public benefit.

10. INDEPENDENT EXAMINERS

JS Weeks & Co have indicated their willingness to continue and will be proposed for reappointment.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).



For and on behalf of the Trustees
Jeffrey Sutherland-Kay
Director and Chair of Trustees
15th March 2023

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
KENNET FURNITURE REFURBIZ LTD**

I report on the accounts of the company for the year ended 30th September 2022, which are set out on pages 11 to 21.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The 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 needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

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

Basis of 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 the 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'. The report is limited to those matters set out in the statement 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 386 of the Companies Act 2006; and
 - To prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

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.



.....
Mrs B Moss FCA
J S Weeks & Co
10 Market Place
Devizes
SN10 1HT

15 March 2023

KENNET FURNITURE REFURBIZ LTD

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 SEPTEMBER 2022

		Restricted Funds	Unrestricted Funds	Total Funds 2022	Total Funds 2021
	Notes	£	£	£	£
Incoming resources					
Incoming resources from General funds:-					
<i>Voluntary income:-</i>					
Donations	3	-	1209	1209	2262
<i>Activities for generating funds:-</i>					
Investment income	3	-	201	201	16
Sales and Fees	3	-	426141	426141	320397
Others	3	-	13311	13311	40896
Incoming resources from charitable activities:-					
Grants	3	-	36361	36361	35784
		-----	-----	-----	-----
Total incoming resources		-	477223	477223	399355
		=====	=====	=====	=====
Resources expended					
Unrestricted funds	4	-	381290	381290	249921
Restricted funds	4	-	-	-	17641
Governance costs	4	-	11775	11775	10365
		-----	-----	-----	-----
Total resources expended		-	393065	393065	277927
		-----	-----	-----	-----
Net movement in funds		-	84158	84158	121428
Reconciliation of funds					
Total funds brought forward		-	284621	284621	163193
		-----	-----	-----	-----
Total funds carried forward		-	368779	368779	284621
		=====	=====	=====	=====

The notes on pages 14 to 21 form an integral part of the financial statements.

KENNET FURNITURE REFURBIZ LTD

BALANCE SHEET
AS AT 30 SEPTEMBER 2022

	Notes	£	2022 £	2021 £
Fixed assets	7		27011	13598
Current assets				
Debtors and prepayments	8	31015		28004
Closing Stock		4977		-
Cash at bank		344144		292195
Cash in hand		960		1029
		-----		-----
		381096		321228
Creditors: Amounts falling due within one year	9	(36068)		(42055)
		-----		-----
Net Current Assets		345028		279173
Creditors: Amounts falling due after more than one year	10	(3260)		(8150)
		-----		-----
			341768	271023
			-----	-----
Net assets	11		368779	284621
			=====	=====
Capital and reserves				
General fund			239779	104621
Restricted funds			-	-
Contingency reserves	4b		129000	180000
			-----	-----
			368779	284621
			=====	=====

For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

KENNET FURNITURE REFURBIZ LTD

**BALANCE SHEET
AS AT 30 SEPTEMBER 2022**

The financial statement and balance sheet on pages 11 and 12 were approved by the trustees and authorised for issue on 15th March 2023 and signed on their behalf by:



Jeffrey Sutherland-Kay
Director and Chair of Trustees
Kennet Furniture Refurbiz Ltd
Company Number: 3213883 England and Wales
Charity Number: 1056649

KENNET FURNITURE REFURBIZ LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

1 Charity status

The charity is a charity limited by guarantee and consequently does not have share capital. Each of the trustees and members is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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) (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Kennet Furniture Refurbiz Ltd meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cashflow statement in these financial statements.

Transition to FRS 102

In preparing the accounts, the trustees have considered whether, in applying the accounting policies required by FRS 102 and the Charities SORP 102, a restatement of comparative items was required. No restatements are required as a result of the transition to FRS 102.

Income and endowments

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

Donations

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable that settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings, they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

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

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £500 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if they do not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

KENNET FURNITURE REFURBIZ LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

3 Income resources

	Restricted funds £	Unrestricted funds £	Total funds 2022 £	Total funds 2021 £
Voluntary income:-				
Donations	-	1209	1209	2262
	=====	=====	=====	=====
Activities for generating funds:-				
Sales and fees	-	426141	426141	320397
Investment income:-				
Bank deposit interest	-	201	201	16
	-----	-----	-----	-----
	-	426342	426342	320413
	=====	=====	=====	=====
Other income :-				
HMRC Covid 19 job retention scheme	-	-	-	4378
Wilts Community Foundation – Kickstarter	-	13311	13311	11636
Covid 19 insurance claim	-	-	-	24882
	-----	-----	-----	-----
	-	13311	13311	40896
	=====	=====	=====	=====
Incoming resources for charitable activities:-				
Grants:-				
VPRS Funding	-	32361	32361	
Wilts Community Funding	-	3000	3000	
Freemasons	-	1000	1000	
	-----	-----	-----	-----
	-	36361	36361	35784
	=====	=====	=====	=====
Total incoming resources	-	477223	477223	399355
	=====	=====	=====	=====

KENNET FURNITURE REFURBIZ LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

4a Total resources expended

	Governance	Restricted funds	Unrestricted funds	Total funds 2022	Total funds 2021
	£	£	£	£	£
Cost Directly Allocated to Activities					
Purchases and testing of stock (Adjusted for stock)	-	-	54516	54516	19279
Salaries and Wages	-		207109	207109	150822
Rent of Warehouse	-		37600	37600	28200
Workshop/Property expenses	-	-	5721	5721	11512
Vehicles:-					
Fuel	-	-	9074	9074	6453
Other costs including hire	-		17284	17284	9532
Volunteers expenses:-					
Mileage	-	-	3777	3777	4479
Allowances	-	-	2855	2855	3579
Office Expenses	-	-	4103	4103	2482
Lighting, Heating and Water	-	-	4870	4870	2720
Telephone	-	-	2331	2331	2084
Insurances	-	-	2450	2450	962
Advertising and Sundry Expenses	-	-	6130	6130	5607
Professional Fees	11775	-	730	12505	12266
Training Costs and Conferences	-		1245	1245	(620)
Equipment Repairs and Renewals	-	-	5328	5328	6933
Protective Clothing	-	-	1651	1651	1963
Bank and Credit Card Charges	-	-	2146	2146	1802
Hire Purchase Interest	-	-	695	695	695
KFR Provision Funding	-	-	2000	2000	-
Depreciation:-					
Motor van	-	-	6780	6780	6780
Office Equipment	-	-	637	637	397
Tenants Improvements	-	-	2258	2258	-
Total resources expended	11775	-	381290	393065	277927
	=====	=====	=====	=====	=====

4b Contingency reserve

The charity has decided that they should hold adequate reserves to cover 3 to 6 months of the annual budgeted operating costs and a provision towards the cost of dilapidations.

KENNET FURNITURE REFURBIZ LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

5 Net incoming resources are stated after charging

	2022	2021
	£	£
Depreciation	9674	7177
Auditors remuneration	960	915
	=====	=====

6 Staff costs

	2022	2021
	£	£
Salaries and wages (including employers national insurance)	203165	142853
	=====	=====

There were no employees with emoluments in excess of £60000 per annum.

7 Tangible fixed assets

	Tenants Improvements £	Office equipment £	Motor vehicles £	Total £
Cost				
At 1 October 2021	-	10368	51365	61733
Additions	22577	510	-	23087
	-----	-----	-----	-----
At 30 September 2022	22577	10878	51365	84820
	-----	-----	-----	-----
Depreciation				
At 1 October 2021	-	8070	40065	48135
Change in the year	2258	636	6780	9674
	-----	-----	-----	-----
At 30 September 2022	2258	8706	46845	57809
	-----	-----	-----	-----
Net book value				
At 30 September 2022	20319	2172	4520	27011
	=====	=====	=====	=====
At 30 September 2021	-	2298	11300	13598
	=====	=====	=====	=====

KENNET FURNITURE REFURBIZ LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

8 Debtors and prepayments

	Restricted funds £	Unrestricted funds £	Total 2022 £	Total 2021 £
Trade debtors	-	4574	4574	1975
Other debtors	-	26441	26441	26029
	-----	-----	-----	-----
	-	31015	31015	28004
	=====	=====	=====	=====

9 Creditors:- amounts falling due within one year

	Restricted funds £	Unrestricted funds £	Total 2022 £	Total 2021 £
Trade creditors	-	21464	21464	4085
Accruals and Deferred Income	-	7224	7224	31346
Social security and other taxes	-	2490	2490	1734
Hire Purchase Account	-	4890	4890	4890
	-----	-----	-----	-----
	-	36068	36068	42055
	=====	=====	=====	=====

10 Creditors:- amounts falling due after more than one year

	Restricted funds £	Unrestricted funds £	Total 2022 £	Total 2021 £
Hire Purchase Account	-	3260	3260	8150
	-----	-----	-----	-----
		3260	3260	8150
	=====	=====	=====	=====

11 Analysis of net assets between funds

	Restricted funds £	Unrestricted funds £	Total funds £
Tangible fixed assets	-	27011	27011
Current assets	-	381096	381096
Current liabilities	-	(39328)	(39328)
	-----	-----	-----
Net assets as at 30 September 2022	-	368779	368779
	=====	=====	=====

KENNET FURNITURE REFURBIZ LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

12 Movements in funds

	As at 01.10.2021 £	Incoming resources £	Resources expended £	Transfer £	As at 30.09.22 £
Contingency Reserve	180000	-	-	(51000)	129000
Unrestricted funds	104621	477223	(393065)	51000	239779
	-----	-----	-----	-----	-----
Total funds	284621	477223	(393065)	-	368779
	=====	=====	=====	=====	=====

Accounts

KENNET FURNITURE REFURBIZ LTD

Company number: 3213883

Charity number: 1056649

KENNET FURNITURE REFURBIZ LTD
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30th SEPTEMBER 2021

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KENNET FURNITURE REFURBIZ LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2021

Representatives/Directors	Kenneth Brown – Chair to 28 February 2021 Jason Caulfield-Ware (from 25 February 2021) Pamela Collier Patrick English Karin Horney – Treasurer Malcolm Miller (to 22 April 2021) Yvonne Pearce Sam Selman Christopher Shears (from 25 February 2021) Juliet Singer Jeffrey Sutherland-Kay (from 16 January 2021) – Chair from 1 March 2021
Secretary	Karin Horney
Registered office	Unit 6B (5) Hopton Industrial Estate London Road Devizes Wiltshire SN10 2EU
Registration number	3213883 England and Wales
Charity number	1056649
Independent examiner	Mrs B Moss FCA J S Weeks & Co 10 Market Place Devizes Wiltshire SN10 1HT

KENNET FURNITURE REFURBIZ LTD
TRUSTEES' REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2021

We present our report and financial statements for the year ended 30 September 2021. We 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 1st January 2015), Charities SORP (FRS102) and the Companies Act 2006.

1. STRUCTURE, GOVERNANCE and MANAGEMENT

Kennet Furniture Refurbiz Ltd (KFR) is a company limited by guarantee and a charity registered in England with the Charity Commission.

Our governing documents are our Memorandum and Articles of Association. In the event of KFR being wound up the liability of each trustee and member is limited to a sum not exceeding £1.

As existing trustees, we elect new trustees in accordance with the Articles of Association. On appointment, all new trustees receive a copy of the Memorandum and Articles of Association, an induction pack, which includes information on their role, disclosure and declaration of interests form and the Charity Commission booklet 'Essential Trustee'. Training is made available to all trustees as required. As trustees we meet as a board on a regular basis to set strategy and monitor performance. We delegate to the General Manager the task of day-to-day management of KFR, which he carries out to a high standard.

2. OBJECTIVES AND ACTIVITIES

KFR's mission is to:

- Refurbish furniture and white goods so that quality items are available to households with limited income;
- Revive communities by removing unwanted items, reducing landfill and training people with new skills.

Through this mission, KFR aims to improve the lives of people most in need in Wiltshire by offering for sale good quality, second-hand furniture and electrical items. To assist us in our mission we provide training and personal development opportunities to the young and unemployed.

During the year under review, and despite the operational impacts of the Covid-19 pandemic, KFR successfully continued with its main activities, creating a record year for the organisation.

- KFR collected over 9,000 pieces of second-hand furniture and electrical goods donated by companies and households in Wiltshire and sold these items at low cost from our showroom in Devizes.
- KFR repaired and tested around 1,200 donated electrical goods which were made available for sale at low cost through our showroom in Devizes.

KFR has a small number of hard-working and enthusiastic staff and several willing volunteers. The volunteers comprise a wide range of people, including some who are actively looking for employment, some on Government training schemes, some with more complex needs who struggle with social inclusion and retired people giving their time and experience to KFR. The total number of volunteer hours exceeded 6,000. If we had had to employ staff instead, it would have cost over £60,000.

TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

3. TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The purpose of this statement is to distinguish our responsibilities in relation to financial statements and accounting records from those of the auditors as stated in their report.

Charity and company law require us as trustees to prepare financial statements for each financial period, which give a true and fair view of the state of affairs and of the incoming resources and application of resources of the company for that period. In preparing those financial statements we are required to:

- Select suitable accounting policies and apply them consistently
- Observe the methods and principles in the Charity Commission's statement of Recommended Practice (SORP)
- Make judgements and estimates that are reasonable and prudent
- Prepare financial statements on a going-concern basis, unless it is inappropriate to assume that the company will continue to operate.

As trustees we are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the company and also for ensuring that the financial statements comply with relevant legislation. We are responsible for safeguarding the assets of the company and thus for taking reasonable steps for the prevention and detection of fraud and other irregularities.

4. FINANCIAL RESULTS AND RESERVES

The statement of financial activities on page 10 shows the incoming resources and the application of those resources for KFR. The key factors are:

- a) It was another very challenging year as a result of the ongoing Covid-19 pandemic and, although KFR was designated an essential service in the Autumn of 2020 following lobbying of Wiltshire Council and our local MP, the showroom had to be closed to the public from 5th January 2021 as part of the national lockdown, re-opening on 16th April 2021. During the months after re-opening, our staff worked hard to ensure that a Covid-19 safe environment could be provided for staff, volunteers and customers, although staff and volunteer absences due to illness or self-isolation continued to impact our operations. Despite these pressures, KFR produced a record financial performance, demonstrating that there is an ever-stronger need for the services that KFR provides.
- b) During the year ended 30th September 2021 KFR had one principal source of unrestricted funding: this was from the sale of donated second-hand furniture and electrical items, which at £320,397 was 56% higher than the value of sales in the previous year. A smaller, secondary source of unrestricted funding came through grants, donations and Gift Aid refunded.
- c) The restricted funds, which relate to funding received for capital expenditure and other specific purposes, had income during the year of £17,641. After taking into account all relevant expenditure of £17,641 the restricted fund balance remains £0.

The trustees have resolved to maintain a contingency fund at a level that equates to approximately six months of the budgeted operational costs. This would provide a cushion against fluctuations in income and

KENNET FURNITURE REFURBIZ LTD

would enable KFR to continue with its current activities. At 30th September 2021 this contingency reserve is £180,000, which is within the reserves policy of KFR.

KENNET FURNITURE REFURBIZ LTD
TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

5. INVESTMENT POLICY

As there is a relatively low level of funds available for investment, we consider bank deposits provide a satisfactory return to KFR. In the year to 30th September 2021 these have been short term deposits with KFR's banker and other UK regulated banks.

6. RISK MANAGEMENT

As trustees we review the major risks that KFR faces on a regular basis and carry out periodic reviews of the controls over key financial systems. We also consider other financial, operational and business risks faced by KFR, especially the maintenance of adequate reserves, and have ensured that insurance cover has been reviewed and updated. As trustees we confirm that systems have been established to mitigate, as far as possible, any significant risks.

KFR is facing increasing competition from other charities and commercial operators in the provision of our core products on the high street. We monitor the sales price in our showroom and aim to keep our prices, on average, below the market rate for second-hand goods.

A significant risk during the year was posed by the Covid-19 pandemic. Through careful management, KFR was able to counter this risk by ensuring our customers, especially those in need, could still access good quality, second-hand furniture and electrical items by increasing our online presence and by offering appointment-only in-person visits to the showroom.

We are aware that risk is not fixed and that everyone should be aware of their environment for changes as and when they may occur. For this reason, KFR continues to involve staff in developing future plans, ensuring risks of any nature are explained and understood. Training of staff continues to be a priority as does the recruitment of volunteers and trustees with the appropriate skills to cover roles as required.

7. ACHIEVEMENTS AND PERFORMANCE

Reference has been made above in paragraphs 4(a) and 6 to the impact of the Covid-19 pandemic on KFR's operations. It was essential that our staff, our volunteers and our customers were kept as safe as possible. Changes to the way that goods were sold and delivered and to how we accepted donations meant that KFR was able to provide a continuous service throughout the year, albeit at a reduced level during the January to April lockdown. By re-circulating re-usable furniture and electrical items, we supported many people in need, hardship or distress. The re-circulation of re-usable domestic items also encouraged the protection and sustainability of natural resources, thereby contributing to the achievement of the UK's net-zero carbon target.



KFR became fully operational again at the end of the lockdown period, with both vans back in use full time. We took advantage of the Government's Kickstart scheme to employ two young people to work as van crew alongside our staff drivers. Following the end of the 6 months Kickstart period, we took both onto the payroll as KFR staff.

TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

Due to the increasing demand for, and supply of, reusable furniture and electrical items, it had become



essential that KFR acquired more showroom space. In April 2021, we were able to satisfy that need by taking a lease on the empty unit next door to our existing showroom. This doubled our showroom footprint from 5,000 to 10,000 square feet. The extension was opened by Devizes MP Danny Kruger on 21st May, giving KFR an opportunity also to celebrate our 25th anniversary. The additional space made a major contribution to our success, as we were able to re-organise the way stock was displayed so that customers

could better envisage how the items might look in their homes. The re-organisation also helped to improve our processes and efficiencies.

Our capacity to test, repair and process electrical white goods was doubled by the completion in February



2021 of a project to extend our engineering department. At the same time, KFR was working with FCC Environment, the waste contractor managing four of Wiltshire Council's Household Recycling Centres (HRCs), to collect white goods and re-usable furniture. By so doing, we were able to increase our supply of white goods better to match our capacity, with over 1,200 items refurbished by our engineering team during the year. Overall, we estimate that we have collected, and diverted from landfill, over 30 tonnes of reusable items from the HRCs. The relationship with Wiltshire Council and FCC

Environment makes a significant contribution to KFR's work and we thank them very much for their support.

Another significant contributor to KFR's work is the online furniture retailer FurnitureBox. FurnitureBox, based in Mere, Wiltshire had been looking for a solution to the disposal of their excess stock and customer returns and were keen to work with a Wiltshire charity to prevent these items going to waste. They first contacted KFR in December 2020 and the relationship formally commenced towards the end of February when KFR began to collect a full vanload of items every week. In the year to 30th September 2021, sales of these items contributed £30,000. The modern styling of the furniture and its as-new condition have proved to be very popular with our younger customers, who have been able to buy furniture that otherwise they could not have afforded. We are very grateful indeed to FurnitureBox for their support.

TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

The trustees are also very grateful to all those who made donations and grants during the year, as without that help it would not have been possible for KFR to maintain and develop its operations, especially through the Covid-19 pandemic.

The development of KFR's operational activities during the year has resulted in changes to the staff structure in order to keep pace with the increases in both supply and demand. The trustees recognised the broader role carried out by the Operations Manager Daniel Thompson by promoting him to be General Manager. The role of Warehouse Supervisor was created, a second full-time engineer was appointed and an administration assistant was added to the office staff. The staffing for our vans was also increased.

There have been changes at Board level, with Jeff Sutherland-Kay, Jason Caulfield-Ware and Christopher Shears appointed as trustees during the year, Jeff Sutherland-Kay being elected as Chair of Trustees from 1st March 2021. Our sincerest thanks go to Ken Brown who stepped down as Chair of Trustees at the end of February 2021 and we are very pleased to report that he has remained as a trustee and that KFR will continue to benefit from his extensive knowledge and experience. Our thanks also go to Malcolm Miller who resigned as a trustee in April 2021 after 4½ years' service.

8. FUTURE PLANS

The trustees recognise that KFR must maintain the increased the level of income generated from the sale of donated furniture and white goods as it is becoming increasingly challenging to obtain core grant funding to supplement the existing revenue streams. Consequently, our short-term plan is to consolidate the position KFR achieved during the year 2020/2021. Grant funding applications will be targeted towards capital expenditure and specific projects, such as the Provision Fund.

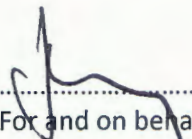
9. PUBLIC BENEFIT

As trustees we have kept in mind the Charity Commission's guidance on public benefit. The focus of our charitable activities during the year is set out above in our statements on "Objectives and Activities" and "Achievements and Performance" and these explain how as a charity we have delivered public benefit.

10. INDEPENDENT EXAMINERS

JS Weeks & Co have indicated their willingness to continue and will be proposed for reappointment.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).


.....
For and on behalf of the Trustees
Jeffrey Sutherland-Kay
Director and Chair of Trustees
21st February 2022

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
KENNET FURNITURE REFURBIZ LTD**

I report on the accounts of the company for the year ended 30th September 2021, which are set out on pages 10 to 20.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The 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 needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

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

Basis of 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 the 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'. The report is limited to those matters set out in the statement 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 386 of the Companies Act 2006; and
 - To prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

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.



Mrs B Moss FCA
J S Weeks & Co
10 Market Place
Devizes
Wiltshire
SN10 1HT

20th December 2021

KENNET FURNITURE REFURBIZ LTD

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 SEPTEMBER 2021

	Notes	Restricted Funds £	Unrestricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Incoming resources					
Incoming resources from General funds:-					
<i>Voluntary income:-</i>					
Donations	3	-	2262	2262	709
<i>Activities for generating funds:-</i>					
Investment income	3	-	16	16	278
Sales and Fees	3	-	320397	320397	204287
Others	3	-	40896	40896	17277
Incoming resources from charitable activities:-					
Grants	3	17641	18143	35784	43928
Total incoming resources		17641	381714	399355	266479
		=====	=====	=====	=====
Resources expended					
Unrestricted funds	4	-	249921	249921	183506
Restricted funds	4	17641	-	17641	18484
Governance costs	4	-	10365	10365	8650
Total resources expended		17641	260286	277927	210640
		=====	=====	=====	=====
Net movement in funds		-	121428	121428	55839
Reconciliation of funds					
Total funds brought forward		-	163193	163193	107354
		=====	=====	=====	=====
Total funds carried forward		-	284621	284621	163193
		=====	=====	=====	=====

The notes on pages 13 to 20 form an integral part of the financial statements.

KENNET FURNITURE REFURBIZ LTD

BALANCE SHEET
AS AT 30 SEPTEMBER 2021

	Notes	2021 £	£	2020 £
Fixed assets	7		13598	18650
Current assets				
Debtors and prepayments	8	28004		16058
Closing Stock		-		-
Cash at bank		292195		190390
Cash in hand		1029		731
		-----		-----
		321228		207179
Creditors: Amounts falling due within one year	9	(42055)		(49596)
		-----		-----
Net Current Assets		279173		157583
Creditors: Amounts falling due after more than one year	10	(8150)		(13040)
		-----		-----
			271023	144543
			-----	-----
Net assets	11	284621		163193
		=====		=====
Capital and reserves				
General fund			104621	43193
Restricted funds			-	-
Contingency reserves	4b		180000	120000
			-----	-----
			284621	163193
			=====	=====

For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

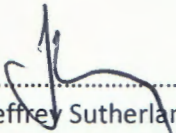
No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

BALANCE SHEET
AS AT 30 SEPTEMBER 2021

The financial statement and balance sheet on pages 10 and 11 were approved by the trustees and authorised for issue on 21st February 2022 and signed on their behalf by:


.....

Jeffrey Sutherland-Kay
Director and Chair of Trustees
Kennet Furniture Refurbiz Ltd
Company Number: 3213883 England and Wales
Charity Number: 1056649

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

1. Charity status

The charity is a charity limited by guarantee and consequently does not have share capital. Each of the trustees and members is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

2. Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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) (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Kennet Furniture Refurbiz Ltd meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cashflow statement in these financial statements.

Transition to FRS 102

In preparing the accounts, the trustees have considered whether, in applying the accounting policies required by FRS 102 and the Charities SORP 102, a restatement of comparative items was required. No restatements are required as a result of the transition to FRS 102.

Income and endowments

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

Donations

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable that settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings, they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

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

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £500 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if they do not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

KENNET FURNITURE REFURBIZ LTD
**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

KENNET FURNITURE REFURBIZ LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

3. Income resources

	Restricted funds £	Unrestricted funds £	Total funds 2021 £	Total funds 2020 £
Voluntary income:-				
Donations	-	2262	2262	709
	=====	=====	=====	=====
Activities for generating funds:-				
Sales and fees	-	320397	320397	204287
Investment income:-				
Bank deposit interest	-	16	16	278
	-----	-----	-----	-----
	-	320413	320413	204565
	=====	=====	=====	=====
Other income :-				
HMRC Covid 19 job retention scheme	-	4378	4378	17277
Wilts Community Foundation – Kickstarter	-	11636	11636	-
Covid 19 insurance claim	-	24882	24882	-
	-----	-----	-----	-----
	-	40896	40896	17277
	=====	=====	=====	=====
Incoming resources for charitable activities:-				
Grants:-				
Wilts Council – Covid 19	-	18143	18143	
Wilts Community Foundation – Covid 19	9541	-	9541	
Key Training – Apprentice Scheme	500	-	500	
Screwfix Foundation Grant	3500	-	3500	
Schroder Charity Trust	4000	-	4000	
CAF – Donation	100	-	100	
	-----	-----	-----	-----
	17641	18143	35784	43928
	=====	=====	=====	=====
Total incoming resources	17641	381714	399355	266479
	=====	=====	=====	=====

KENNET FURNITURE REFURBIZ LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

4a. Total resources expended

	Governance £	Restricted funds £	Unrestricted funds £	Total funds 2021 £	Total funds 2020 £
Cost Directly Allocated to Activities					
Purchases and testing of stock (Adjusted for stock)	-	-	19279	19279	13692
Salaries and Wages	-	7969	142853	150822	117395
Rent of Warehouse	-	7600	20600	28200	18796
Workshop/Property expenses	-	-	11512	11512	6664
Vehicles:-					
Fuel	-	-	6453	6453	3047
Other costs including hire	-	2072	7460	9532	7714
Volunteers expenses:-					
Mileage	-	-	4479	4479	4545
Allowances	-	-	3579	3579	4390
Office Expenses	-	-	2482	2482	984
Lighting, Heating and Water	-	-	2720	2720	2682
Telephone	-	-	2084	2084	1971
Insurances	-	-	962	962	1289
Advertising and Sundry Expenses	-	-	5607	5607	4985
Professional Fees	10365	-	1901	12266	8650
Training Costs and Conferences	-	-	(620)	(620)	1315
Equipment Repairs and Renewals	-	-	6933	6933	2616
Protective Clothing	-	-	1963	1963	1210
Bank and Credit Card Charges	-	-	1802	1802	984
Hire Purchase Interest	-	-	695	695	695
Depreciation:-					
Motor van	-	-	6780	6780	6825
Office Equipment	-	-	397	397	191
Total resources expended	10365	17641	249921	277927	210640

4b. Contingency reserve

The charity has decided that they should hold adequate reserves to cover 3 to 6 months of the annual budgeted operating costs and a provision towards the cost of a replacement vehicle.

KENNET FURNITURE REFURBIZ LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

5. Net incoming resources are stated after charging

	2021	2020
	£	£
Depreciation	7177	7016
Auditors remuneration	915	850
	=====	=====

6. Staff costs

	2021	2020
	£	£
Salaries and wages (including employers national insurance)	142853	117395
	=====	=====

There were no employees with emoluments in excess of £60000 per annum.

7. Tangible fixed assets

	Workshop equipment £	Office equipment £	Motor vehicles £	Total £
Cost				
At 1 October 2020	726	8243	51365	60334
Additions	-	2125	-	2125
	-----	-----	-----	-----
At 30 September 2021	726	10368	51365	62459
	-----	-----	-----	-----
Depreciation				
At 1 October 2020	726	7673	33285	41684
Change in the year	-	397	6780	7177
	-----	-----	-----	-----
At 30 September 2021	726	8070	40065	48861
	-----	-----	-----	-----
Net book value				
At 30 September 2021	-	2298	11300	13598
	=====	=====	=====	=====
At 30 September 2020	-	570	18080	18650
	=====	=====	=====	=====

KENNET FURNITURE REFURBIZ LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

8. Debtors and prepayments

	Restricted funds £	Unrestricted funds £	Total 2021 £	Total 2020 £
Trade debtors	-	1975	1975	957
Other debtors	-	26029	26029	15101
	-----	-----	-----	-----
	-	28004	28004	16058
	=====	=====	=====	=====

9. Creditors:- amounts falling due within one year

	Restricted funds £	Unrestricted funds £	Total 2021 £	Total 2020 £
Trade creditors	-	4085	4085	2483
Accruals and Deferred Income	-	31346	31346	41014
Social security and other taxes	-	1734	1734	1209
Hire Purchase Account	-	4890	4890	4890
	-----	-----	-----	-----
	-	42055	42055	49596
	=====	=====	=====	=====

10. Creditors:- amounts falling due after more than one year

	Restricted funds £	Unrestricted funds £	Total 2021 £	Total 2020 £
Hire Purchase Account	-	8150	8150	13040
	-----	-----	-----	-----
		8150	8150	13040
	=====	=====	=====	=====

11. Analysis of net assets between funds

	Restricted funds £	Unrestricted funds £	Total funds £
Tangible fixed assets	-	13598	13598
Current assets	-	321228	321228
Current liabilities	-	(50205)	(50205)
	-----	-----	-----
Net assets as at 30 September 2021	-	284621	284621
	=====	=====	=====

KENNET FURNITURE REFURBIZ LTD

KENNET FURNITURE REFURBIZ LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2021

12. Movements in funds

	As at 01.10.20 £	Incoming resources £	Resources expended £	As at 30.09.21 £
Restricted funds	-	17641	(17641)	-
Unrestricted funds	163193	381714	(260286)	284621
	-----	-----	-----	-----
Total funds	163193	399355	(277927)	284621
	=====	=====	=====	=====

Accounts

Company number: 3213883
Charity number: 1056649

KENNET FURNITURE REFURBIZ LTD
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

J S Weeks & Co
Accountants
Devizes

KENNET FURNITURE REFURBIZ LTD
FOR THE YEAR ENDED 30 SEPTEMBER 2020

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KENNET FURNITURE REFURBIZ LTD**COMPANY INFORMATION****FOR THE YEAR ENDED 30 SEPTEMBER 2020**

Representatives/Directors	Ken Brown - Chair Karin Horney - Treasurer Sam Selman Malcolm Miller Hilary Sayers (to 28 November 2019) Patrick English Juliet Singer Pamela Collier Richard Harvey (to 22 October 2019) John Caterer (from 12 October 2019 to 30 April 2020) Yvonne Pearce (from 15 February 2020)
Secretary	Karin Horney
Registered office	Unit 6B (5) Hopton Industrial Estate London Road Devizes Wiltshire SN10 2EU
Registration number	3213883 England and Wales
Charity number	1056649
Auditors	Mrs B Moss FCA J S Weeks & Co 10 Market Place Devizes Wiltshire SN10 1HT

KENNET FURNITURE REFURBIZ LTD TRUSTEE'S REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2020

We present our report and financial statements for the year ended 30 September 2020. We 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) – Charities SORP (FRS102)) and the Companies Act 2006.

1. STRUCTURE, GOVERNANCE and MANAGEMENT

Kennet Furniture Refurbiz (KFR) is a limited company by guarantee and a charity registered in England with the Charity Commission.

Our governing document is our Memorandum and Articles of Association. In the event of KFR being wound up our liability as Trustees is limited to a sum not exceeding £1. As existing Trustees, we elect new Trustees in accordance with the Articles of Association. On appointment, all new Trustees receive a copy of the Memorandum and Articles of Association, an induction pack, which includes information on their role, disclosure and declaration of interests form and the Charity Commission booklet 'Essential Trustee'. Training is made available to all Trustees as required. As Trustees we meet as a board on a regular basis to set strategy and monitor performance. We delegate to the Operations Manager the task of day-to-day management of KFR, which he carries out to a high standard.

2. OBJECTIVES AND ACTIVITIES

KFR's aim is to:

- Refurbish furniture and white goods so that quality items are available to households with limited income.
- Revive communities by removing unwanted items, reducing landfill and retraining people with new skills.

Our mission is to improve the lives of people most in need in Wiltshire by offering for sale affordable furniture and electrical items. To assist us in our mission we provide training and personal development opportunities to the young and unemployed.

During the year under review KFR continued with its main activities as follows, but please note that the onset of the Covid-19 pandemic and consequent lockdown adversely affected our operations for some four months:

- We collected 6500+ pieces of second-hand furniture and electrical goods donated by households in Wiltshire and sold these items at low cost from our showroom/workshop in Devizes.
- We repaired and tested around 1000 donated electrical goods which were made available for sale at low cost to customers through our showroom/workshop in Devizes.

KENNET FURNITURE REFURBIZ LTD

TRUSTEE'S REPORT (Continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

KFR has a small number of hard-working and enthusiastic staff and several willing volunteers. The volunteers comprise a wide range of people, including some who are actively looking for employment, some on Government training schemes, some with more complex needs who struggle with social inclusion and retired people giving their time and experience to KFR. The total number of volunteer hours has exceeded 5,000 hours. If we had to employ staff instead, it would cost over £40,000.

3. TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The purpose of this statement is to distinguish our responsibilities in relation to financial statements and accounting records from those of the auditors as stated in their report.

Charity and company law require us as Trustees to prepare financial statements for each financial period, which give a true and fair view of the state of affairs and of the incoming resources and application of resources of the company for that period. In preparing those financial statements we are required to:

- Select suitable accounting policies and apply them consistently
- Observe the methods and principles in the Charity Commission's statement of Recommended Practice (SORP)
- Make judgements and estimates that are reasonable and prudent
- Prepare financial statements on a going concern basis, unless it is inappropriate to assume that the company will continue to operate.

As Trustees we are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the company and also for ensuring that the financial statements comply with relevant legislation. We are responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

4. FINANCIAL RESULT AND RESERVES

The statement of financial activities on page 9 shows the incoming resources and the application of those resources for KFR. The key factors are as follows:

- a) A very challenging year as a result of the ongoing Coronavirus pandemic, which saw the showroom and operations shut down for two months and staff being placed on furlough. Upon re-opening we worked hard to ensure we could provide a Covid-19 safe environment for our staff, volunteers and customers. We have been operating with reduced opening hours and reduced volunteer numbers. This has impacted our income for the year.
- b) During the year ended 30 September 2020 KFR had one principal source of unrestricted funding. This was from sales of donated second-hand furniture and electrical items, which at £180,386 was 23% lower than the value of sales in the previous year. A smaller, secondary source of unrestricted funding is from grants, donations and Gift Aid refunded

KENNET FURNITURE REFURBIZ LTD**TRUSTEE'S REPORT (Continued)****FOR THE YEAR ENDED 30 SEPTEMBER 2020**

- c) The restricted funds, which relate to funding received for capital expenditure and other specific purposes, had income during the year of £10,000. After taking into account all relevant expenditure of £18,484 the restricted fund balance remains £0.

The Trustees have resolved to maintain a contingency fund at a level that equates to between three and six months of the budgeted operational costs. This would provide a cushion against fluctuations in income and would enable KFR to continue with its current activities. At 30 September 2020 this contingency reserve is £120,000, which is within the reserves policy of KFR.

5. INVESTMENT POLICY

As there is a relatively low level of funds available for investment, we consider bank deposits provide a satisfactory return to KFR. In the year to 30 September these have been short term deposits with KFR's banker and other UK regulated banks.

6. RISK MANAGEMENT

As Trustees we review the major risks that KFR faces on a regular basis and carry out periodic reviews of the controls over key financial systems. We also consider other financial, operational and business risks faced by KFR, especially the maintenance of adequate reserves and have ensured that insurance cover has been reviewed and updated. As Trustees we confirm that systems have been established to mitigate, as far as possible, any significant risks.

KFR is facing increasing competition from other charities and commercial operators in the provision of our core products on the high street. We monitor the sales price in our showroom and aim to keep our prices, on average, below the market rate.

Our potential customers are finding it increasingly easy to purchase items via internet social media platforms. We are embracing the challenges this presents and in the past year have significantly increased our online presence. Pictures of new stock are posted regularly on our Facebook and Instagram pages which currently have 8500 followers.

We are aware that risk is not fixed and that everyone should be aware of their environment for changes as and when they may occur. For this reason, KFR continues to involve staff in developing future plans, ensuring risks of any nature are explained and understood. Training of staff continues to be a priority as does the recruitment of volunteers and Trustees with the appropriate skills to cover roles as required.

KENNET FURNITURE REFURBIZ LTD**TRUSTEE'S REPORT (Continued)****FOR THE YEAR ENDED 30 SEPTEMBER 2020****7. ACHIEVEMENTS AND PERFORMANCE**

During the year to 30 September we used our two vehicles to collect donated second-hand furniture and electrical items from around 2000 local households and as a result, we were able to deliver close to 6000 items at a low cost to around 3000 households from our showroom in Devizes. The re-use of domestic items has helped many people in need, hardship or distress. It also assisted local council services by reducing the waste going into landfill and therefore helped to reduce the costs associated with their bulky item collection service. It improved the environment for the benefit of all.

We continue to work closely with Wiltshire Council, local charities and community organisations, such as SSAFA, housing associations, Splitz, Lions Clubs, Community First, Open Doors and Alabare. These partnerships help us to reach the people who are most in need of our services.

Regular updates on social media platforms such as Facebook allow us to promote our goods and services. By posting photographs of our goods clients who live in rural areas with limited or often no public transport can still access quality, affordable household items.

Since the launch of our Provision Fund in June 2018, we have secured grant funding of £94,000, which has allowed us to contribute towards the cost white goods to those in the most desperate need. We work in partnership with local community organisations and charities to identify those who would most benefit from our assistance. As demand for our assistance continues to grow, we will continue to seek grant funding to ensure we are able to help those most in need. We have helped 190 households, providing over 200 domestic appliances goods free of charge, and this essential work is continuing.

Our workshop is setup for the repair and testing of electrical items, together with providing volunteering opportunities. We currently have 4 volunteers who regularly spend time assisting our engineers, increasing the output of electrical items.

Access to three council run HRCs has generated additional feed stock of around 4 tons per month. We are working with FCC to increase our access & ability to collect even more items for reuse.

The building lighting has been replaced with energy efficient led lighting.

Saturday opening continues to be very popular and we are now open every Saturday of the month, ensuring we remain accessible to the many people who, despite working full time, are still in need of quality, low cost household goods.

As Trustees we are very grateful to all those who made donations and grants during the year, as without that help, it would not have been possible for KFR to maintain and develop its operating activities along with its training and volunteering programmes.

KENNET FURNITURE REFURBIZ LTD

TRUSTEE'S REPORT (Continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

One of our biggest achievements of the year was responding to a request from Aster on the 18th of December 2019. Following a fire that ripped through multiple properties in the Waiblingen Way area of Devizes, KFR's services were called into play. Below is the social media post that went out.

“For those of you that were in any doubt about how your donated furniture is used, please keep reading.

At 11:00am yesterday morning we received a call from Aster asking for our help; the job was to part furnish 3 empty properties for those people displaced by the fire at Waiblingen Way.

We have completed 2 of the 3 properties this morning and will finish the third this afternoon. They may not be fully kitted out but there is a sofa to sit on, a bed to sleep in and a fully functioning kitchen with white goods provided by KFR.

Whilst KFR has facilitated this very quick transition, in under 24 hours, we were only able to do so by having the items in stock which have been donated by you, the public.

In times of hardship it is encouraging to see the community take stock and offer their help and we are proud to be part of that local community.

Many thanks to our team who have worked so hard over the last 24 hours to make this happen.”



This post went out on our Facebook page and received 584 likes, 81 comments from well wishers and 81 shares. This was the moment of the year that KFR jumped into the public domain for the work we do.

8. FUTURE PLANS

The Trustees recognise that KFR needs to increase the level of income generated from sales of donated furniture and white good as it is becoming increasingly challenging to obtain core grant funding to supplement the existing revenue streams. Grant funding applications will be targeted towards capital expenditure (replacement vehicle) and specific projects, such as the Provision Fund.

KENNET FURNITURE REFURBIZ LTD**TRUSTEE'S REPORT (Continued)****FOR THE YEAR ENDED 30 SEPTEMBER 2020**

To help meet increasing demand, we are pursuing an opportunity to expand our operations into the adjacent building which is being vacated at the end of 2020. Negotiations are ongoing and funding is to be sought to help cover the increased rent and fitting costs.

Thanks to Ken Brown our outgoing chair when he had to step back into the role after new chair was unable to continue due to ill health. KFR is now actively seeking a new chairman.

The manager will continue to review the pricing of our goods to ensure our customer base is able to afford the essential items needed to furnish a home, whilst raising the price cap for the highest quality items. The manager must ensure that at all times there are similar items available at the standard affordable rate.

9. PUBLIC BENEFIT

As Trustees we have kept in mind the Charity Commission's guidance on public benefit. The focus of our charitable activities during the year is set out above in our statements on "Objectives and Activities" and "Achievements and Performance" and these explain how as a charity we have delivered public benefit.

10. INDEPENDENT EXAMINERS

JS Weeks & Co have indicated their willingness to continue and will be proposed for reappointment.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

For and on behalf of the Trustees
Ken Brown – Chairman
Date:
20 November 2020

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KENNET FURNITURE REFURBIZ LTD

I report on the accounts of the company for the year ended 30 September 2020, which are set out on pages 8 to 19.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The 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 needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

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

Basis of 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 statement 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 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

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.

.....
Mrs B Moss FCA
J S Weeks & Co
10 Market Place
Devizes
Wiltshire
SN10 1HT

20 November 2020

KENNET FURNITURE REFURBIZ LTD

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 SEPTEMBER 2020

	Notes	Restricted Funds £	Unrestricted Funds £	Total Funds 2020 £	Total Funds 2019 £
Incoming resources					
Incoming resources from					
General funds:-					
<i>Voluntary income:-</i>					
Donations	3	-	709	709	3545
<i>Activities for generating funds:-</i>					
Investment income	3	-	278	278	116
Sales and Fees	3	-	204287	204287	225431
Profit/loss on disposal of assets	3	-	-	-	750
Others	3	-	17277	17277	-
Incoming resources from					
charitable activities:-					
Grants	3	18484	25444	43928	15730
Total incoming resources		18484	247995	266479	245572
		=====	=====	=====	=====
Resources expended					
Unrestricted funds	4	-	183506	183506	197358
Restricted funds	4	18484	-	18484	10000
Governance costs	4	-	8650	8650	9625
Total resources expended		18484	192156	210640	215983
		-----	-----	-----	-----
Net movement in funds		-	55839	55839	28589
Reconciliation of funds					
Total funds brought forward		-	107354	107354	77764
		-----	-----	-----	-----
Total funds carried forward		-	163193	163193	107353
		=====	=====	=====	=====

The notes on pages 12 to 20 form an integral part of the financial statements.

KENNET FURNITURE REFURBIZ LTD**BALANCE SHEET****AS AT 30 SEPTEMBER 2020**

	Notes	£	2020 £	2019 £
Fixed assets	7		18650	24905
Current assets				
Debtors and prepayments	8	16058		14835
Closing Stock		-		708
Cash at bank		190390		111073
Cash in hand		731		116
		-----		-----
		207179		126732
Creditors: Amounts falling due within one year	9	(49596)		(26355)
		-----		-----
Net Current Assets				100377
Creditors: Amounts falling due after more than one year	10	(13040)		17929
		-----		-----
			144543	17929
			-----	-----
Net assets	11		163193	107353
			=====	=====
Capital and reserves				
General fund			43193	12353
Restricted funds			-	-
Contingency reserves	4b		120000	95000
			-----	-----
			163193	107353
			=====	=====

For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

KENNET FURNITURE REFURBIZ LTD

BALANCE SHEET

AS AT 30 SEPTEMBER 2020

The financial statement on pages 9 to 20 were approved by the Trustees, and authorised for issue on 20 November 2020 and signed on their behalf by:-

.....

Ken Brown

Director

Kennet Furniture Refurbiz Ltd

Company Number: 3213883 England and Wales

Charity Number: 1056649

KENNET FURNITURE REFURBIZ LTD**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30 SEPTEMBER 2020****1. Charity status**

The charity is a charity limited by guarantee and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £Nil towards the assets of the charity in the event of liquidation.

2. Accounting policies**Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Kennet Furniture Refurbiz Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Transition to FRS 102

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP 102 a restatement of comparative items was required. No restatements are required as a result of the transition to FRS 102.

Income and endowments

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

KENNET FURNITURE REFURBIZ LTD**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30 SEPTEMBER 2020*****Donations***

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

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

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £500 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

KENNET FURNITURE REFURBIZ LTD**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30 SEPTEMBER 2020****Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if they do not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Financial instruments***Classification***

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

KENNET FURNITURE REFURBIZ LTD**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30 SEPTEMBER 2020*****Recognition and measurement***

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

KENNET FURNITURE REFURBIZ LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

3. Income resources

	Restricted funds £	Unrestricted funds £	Total funds 2020 £	Total funds 2019 £
Voluntary income:-				
Donations	-	709	709	3545
	=====	=====	=====	=====
Activities for generating funds:-				
Sales and fees	-	204287	204287	225431
Investment income:-				
Bank deposit interest	-	278	278	116
	-----	-----	-----	-----
	-	204565	204565	225547
	=====	=====	=====	=====
Profit on disposal of fixed assets:-				
Office Equipment	-	-	-	-
Motor Vehicles	-	-	-	750
	-----	-----	-----	-----
	-	-	-	750
	=====	=====	=====	=====
Other income :-				
HMRC Covid 19 job retention scheme	-	17277	17277	-
	=====	=====	=====	=====
Incoming resources for charitable activities:-				
Grants:-				
Wiltshire Council – Covid 19		25000	25000	
Garfield Weston	-	244	244	
Lions Club	-	200	200	
Reuse Network	9120	-	9120	
National Lottery – Covid 19	9364	-	9364	
	-----	-----	-----	-----
	18484	25444	43928	15730
	=====	=====	=====	=====
Total incoming resources	18484	247995	266479	245572
	=====	=====	=====	=====

KENNET FURNITURE REFURBIZ LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2020

4a. Total resources expended

	Governance	Restricted funds	Unrestricted funds	Total funds 2020	Total funds 2019
	£	£	£	£	£
Cost Directly Allocated to Activities					
Purchases and testing of stock (Adjusted for stock)	-	1552	12140	13692	14908
Salaries and Wages	-	8795	108600	117395	103327
Rent of Warehouse	-	-	18796	18796	18804
Workshop/Property expenses	-	3192	3472	6664	11485
Vehicles:-					
Fuel	-	-	3047	3047	5881
Other costs including hire	-	1600	6114	7714	10246
Volunteers expenses:-					
Mileage	-	-	4545	4545	4171
Allowances	-	850	3540	4390	9053
Office Expenses	-	-	984	984	1257
Lighting, Heating and Water	-	-	2682	2682	2814
Telephone	-	-	1971	1971	1626
Insurances	-	-	1289	1289	1267
Advertising and Sundry Expenses	-	900	4085	4985	5530
Professional Fees	8650	-	-	8650	8625
Training Costs and Conferences	-	695	620	1315	1782
Equipment Repairs and Renewals	-	900	1716	2616	4789
Protective Clothing	-	-	1210	1210	919
Bank and Credit Card Charges	-	-	984	984	1010
Hire Purchase Interest	-	-	695	695	232
Depreciation:-					
Motor van	-	-	6825	6825	8260
Office Equipment	-	-	191	191	-
Total resources expended	8650	18484	183506	210640	215983

4b. Contingency reserve

The charity has decided that they should hold adequate reserves to cover 3 to 6 months of the annual budgeted operating costs and a provision towards the cost of a replacement vehicle.

KENNET FURNITURE REFURBIZ LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

5. Net incoming resources are stated after charging

	2020	2019
	£	£
Depreciation	7016	8260
Auditors remuneration	850	825
	=====	=====

6. Staff costs

	2020	2019
	£	£
Salaries and wages (including employers national insurance)	117395	103327
	=====	=====

There were no employees with emoluments in excess of £60000 per annum.

7. Tangible fixed assets

	Workshop equipment £	Office equipment £	Motor vehicles £	Total £
Cost				
At 1 October 2019	726	7482	51365	59573
Additions	-	761	-	761
	-----	-----	-----	-----
At 30 September 2020	726	8243	51365	60334
	-----	-----	-----	-----
Depreciation				
At 1 October 2019	726	7482	26460	34668
Change in the year	-	191	6825	7016
	-----	-----	-----	-----
At 30 September 2020	726	7673	33285	41684
	-----	-----	-----	-----
Net book value				
At 30 September 2020	-	570	18080	18650
	=====	=====	=====	=====
At 30 September 2019	-	-	24905	24905
	=====	=====	=====	=====

KENNET FURNITURE REFURBIZ LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2020

8. Debtors and prepayments

	Restricted funds £	Unrestricted funds £	Total 2020 £	Total 2019 £
Trade debtors	-	957	957	1297
Other debtors	-	15101	15101	13538
	-----	-----	-----	-----
	-	16058	16058	14835
	=====	=====	=====	=====

9. Creditors:- amounts falling due within one year

	Restricted funds £	Unrestricted funds £	Total 2020 £	Total 2019 £
Trade creditors	-	2483	2483	3777
Accruals and Deferred Income	-	41014	41014	15902
Social security and other taxes	-	1209	1209	1786
Hire Purchase Account	-	4890	4890	4890
	-----	-----	-----	-----
	-	49596	49596	26355
	=====	=====	=====	=====

10. Creditors:- amounts falling due after more than one year

	Restricted funds £	Unrestricted funds £	Total 2020 £	Total 2019 £
Hire Purchase Account	-	13040	13040	17929
	-----	-----	-----	-----
		13040	13040	17929
	=====	=====	=====	=====

11. Analysis of net assets between funds

	Restricted funds £	Unrestricted funds £	Total funds £
Tangible fixed assets	-	18650	18650
Current assets	-	207179	207179
Current liabilities	-	(62636)	(62636)
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Net assets as at 30 September 2020	-	163193	163193
	=====	=====	=====

KENNET FURNITURE REFURBIZ LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

12. Movements in funds

	As at 01.10.19 £	Incoming resources £	Resources expended £	As at 30.09.20 £
Restricted funds	-	18484	(18484)	-
Unrestricted funds	107353	247995	(192155)	163193
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Total funds	107353	266479	(210639)	163193
	=====	=====	=====	=====