

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
FOR
THE HEATONS ANIMAL RESCUE GROUP

Moss & Williamson Limited
Chartered Accountants
3 Mellor Road
Cheadle Hulme
Cheadle
Cheshire
SK8 5AT

THE HEATONS ANIMAL RESCUE GROUP

CONTENTS OF THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2022

	Page
Report of the Trustees	1 to 3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Cash Flow Statement	7
Notes to the Cash Flow Statement	8
Notes to the Financial Statements	9 to 13
Detailed Statement of Financial Activities	14

THE HEATONS ANIMAL RESCUE GROUP

REPORT OF THE TRUSTEES **for the Year Ended 31 March 2022**

The trustees present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

We are an independent charity based in Manchester Road in Stockport. Our mission statement is to receive stray, abandoned and unwanted domestic animals, to provide food, shelter and veterinary care for these animals where required, and to rehome where possible to responsible owners. As long as the quality of life is acceptable, we will endeavour to look after the animal regardless of age or cost of treatment for the charity. We have a charity shop, and our income is from the shop, direct donations, fundraising and from rehoming fees from our cats.

As stated in our Constitution, we are committed to rescuing domestic animals (cats), and take in stray or unwanted cats, ensuring they receive the best possible care in terms of food and shelter, and thorough vet checks and treatment. We ensure that each cat is fully vaccinated, has flea and worm treatment and is neutered if old enough. We have a carefully crafted rehoming policy, which involves a face to face interview with the potential adopter, ID checks and a homecheck. We also undertake post adoption checks by phone to ensure the cat is well settled. We offer a full Rescue back up following adoption, and we are committed to maintaining this high level of care in the future through staff training, and maintenance and repair of our cat rooms and pens.

We would never put a healthy cat to sleep, and euthanasia is a very last resort if the cat has no chance of recovery, and strictly on the advice of our vet.

In order to deliver this, our focus is very much on the financial picture, and how we can close the current gap between income and expenditure.

Significant activities

As stated in our Constitution, we are committed to rescuing domestic animals (cats), and take in stray or unwanted cats, ensuring they receive the best possible care in terms of food and shelter, and thorough vet checks and treatment. We ensure that each cat is fully vaccinated, has flea and worm treatment and is neutered if old enough. We have a carefully crafted rehoming policy, which involves a face to face interview with the potential adopter, ID checks and a homecheck. We also undertake post adoption checks by phone to ensure the cat is well settled. We offer a full Rescue back up following adoption, and we are committed to maintaining this high level of care in the future through staff training, and maintenance and repair of our cat rooms and pens.

We would never put a healthy cat to sleep, and euthanasia is a very last resort if the cat has no chance of recovery, and strictly on the advice of our vet.

In order to deliver this, our focus is very much on the financial picture, and how we can close the current gap between income and expenditure.

THE HEATONS ANIMAL RESCUE GROUP

REPORT OF THE TRUSTEES **for the Year Ended 31 March 2022**

ACHIEVEMENT AND PERFORMANCE

The challenges of 2021/2022

We were forced to close over several weeks as a result of the increase in Covid infections. We did not open the shop for the first two weeks in April and we closed on Dec 15 until January 7th, missing out on some vital Christmas trade. The shop income over the 21/22 period versus 20/21 was down by £5100 - a significant sum.

In addition, we were unable to hold open viewing sessions, meaning that our rehoming income was affected.

We were very fortunate to receive four legacies in this year, totalling £587,530, including a substantial legacy from a supporter who we helped keep a cat when she became infirm with visits and shopping for her much loved cat who was from our Rescue.

We continued to benefit from donations from Just Giving etc , and raised £2484 through specific fundraising events.

Our year on year income without legacies was £65,666 this year versus £76,186 last year, but the latter included a £10,000 Council Covid business grant. Excluding this it was £66,186 which means our income was down £520 - but versus a year when we were more affected by Covid .

Our outgoings were higher in 21/22 by £17,555 but £9500 of this was a part payment for refurbishing the cat pens in the front room.

Salaries were higher due to the government increases in the living wage, together with slightly increased hours when we were full and had a large number of kittens and cats with additional medical needs.

Our vet bill was slightly lower, but 20/21 was a high year due to the increased number of cats needed medical help or surgery. The previous year, 19/20 was £27,663.

FUTURE FINANCIAL PLANS AND STRATEGIES

The legacies have given us the opportunity to secure the future of the Rescue and it is our main focus for this year. We are seeking investment advice, and will take all necessary steps to ensure that our investment is both protected and gives us opportunity for growth.

Stripping out the legacies, we have a clear deficit between income and expenditure, which is important to address. We plan to continue to fundraise and be proactive in sourcing additional ways of raising funds.

We need to refurbish the Mother & Baby unit downstairs, where the pens in situ are more than 20 years old, and were originally second hand. They are difficult to keep clean, and we obviously need to maintain very high levels of hygiene as the kittens are so vulnerable.

Demand for rehoming is higher than ever, and this has been exacerbated by the pandemic. We are limited by the number of pens we have which dictates how many cats we can take in , and we are considering how we can expand the help we can offer by:

- Using foster carers. We have done so in a very limited way to date, but is something we are discussing further as a board
- Offering help to people to enable them to keep their cats with them. This only applies where the need is financial, and we are offering small amounts of help in the form of neutering and returning to owner, or with cat food.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

Charity constitution

The Heatons Animal Rescue Group was founded in June 1998, and registered with the Charity Commission as an unincorporated charity. There are currently six trustees: our constitution sets out that there are a minimum of five and a maximum of eight.

Decision making

All our trustees are fully aware of their duties and obligations in the role of trustee. Upon appointment, they are trustees until they submit an official resignation, and we constantly re evaluate the skill set of existing board members so, if the opportunity arises, we can recruit to fill in any gaps in areas of expertise.

We meet as a board at least once a quarter, and are all updated on financial status and key issues relating to the running of the charity shop or Sanctuary. All decisions are made jointly following a consultation with all trustees.

THE HEATONS ANIMAL RESCUE GROUP

REPORT OF THE TRUSTEES **for the Year Ended 31 March 2022**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

We have the following policies, which are updated annually. The Covid policy is updated in line with Government policy changes:

- Safeguarding
- Health and Safety
- Equality and Diversity
- Volunteer obligations and conduct
- MAT leave
- Rehoming and adoption policy

Risk assessments are done regularly where necessary. We organise several fundraising events each year, and a formal risk assessment is carried out at the time of booking each event.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1072091

Principal address

406A Manchester Road
Stockport
Cheshire
SK4 5BY

Trustees

A Bold
Y Wilkes
A Wright
S Blundell
A Churchley
A Rumble

Independent Examiner

Moss & Williamson Limited
Chartered Accountants
3 Mellor Road
Cheadle Hulme
Cheadle
Cheshire
SK8 5AT

Approved by order of the board of trustees on 31 January 2023 and signed on its behalf by:

A Wright - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE HEATONS ANIMAL RESCUE GROUP

Independent examiner's report to the trustees of The Heatons Animal Rescue Group

I report to the charity trustees on my examination of the accounts of The Heatons Animal Rescue Group (the Trust) for the year ended 31 March 2022.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the 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 registered member of Chartered Accountant which is one of the listed bodies.

I have completed my examination. I 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 Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.



Andrew E Booth FCA
Chartered Accountant
Moss & Williamson Limited
Chartered Accountants
3 Mellor Road
Cheadle Hulme
Cheadle
Cheshire
SK8 5AT

31 January 2023

THE HEATONS ANIMAL RESCUE GROUP

STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 March 2022

		2022 Unrestricted fund £	2021 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	2	596,797	19,988
Other trading activities	3	56,368	58,170
Investment income	4	<u>31</u>	<u>28</u>
Total		<u>653,196</u>	<u>78,186</u>
 EXPENDITURE ON			
Charitable activities	5		
Animal rescue and re-homing		<u>118,269</u>	<u>100,714</u>
 NET INCOME/(EXPENDITURE)		534,927	(22,528)
 RECONCILIATION OF FUNDS			
Total funds brought forward		<u>46,134</u>	<u>68,662</u>
 TOTAL FUNDS CARRIED FORWARD		<u>581,061</u>	<u>46,134</u>

The notes form part of these financial statements

THE HEATONS ANIMAL RESCUE GROUP

BALANCE SHEET
31 March 2022

	Notes	2022 Unrestricted fund £	2021 Total funds £
CURRENT ASSETS			
Cash at bank		581,061	46,134
NET CURRENT ASSETS		<u>581,061</u>	<u>46,134</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>581,061</u>	<u>46,134</u>
NET ASSETS		<u>581,061</u>	<u>46,134</u>
FUNDS	9		
Unrestricted funds		<u>581,061</u>	<u>46,134</u>
TOTAL FUNDS		<u>581,061</u>	<u>46,134</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 31 January 2023 and were signed on its behalf by:

A Wright - Trustee

THE HEATONS ANIMAL RESCUE GROUP

CASH FLOW STATEMENT
for the Year Ended 31 March 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>534,896</u>	<u>(22,556)</u>
Net cash provided by/(used in) operating activities		<u>534,896</u>	<u>(22,556)</u>
 Cash flows from investing activities			
Interest received		<u>31</u>	<u>28</u>
Net cash provided by investing activities		<u>31</u>	<u>28</u>
		<hr/>	<hr/>
Change in cash and cash equivalents in the reporting period		534,927	(22,528)
Cash and cash equivalents at the beginning of the reporting period		<u>46,134</u>	<u>68,662</u>
 Cash and cash equivalents at the end of the reporting period		<u>581,061</u>	<u>46,134</u>

The notes form part of these financial statements

THE HEATONS ANIMAL RESCUE GROUP

NOTES TO THE CASH FLOW STATEMENT
for the Year Ended 31 March 2022

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

	2022	2021
	£	£
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	534,927	(22,528)
Adjustments for:		
Interest received	(31)	(28)
Net cash provided by/(used in) operations	<u>534,896</u>	<u>(22,556)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21	Cash flow	At 31.3.22
	£	£	£
Net cash			
Cash at bank	<u>46,134</u>	<u>534,927</u>	<u>581,061</u>
	<u>46,134</u>	<u>534,927</u>	<u>581,061</u>
Total	<u>46,134</u>	<u>534,927</u>	<u>581,061</u>

THE HEATONS ANIMAL RESCUE GROUP

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 March 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

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

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

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

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

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

Pension costs and other post-retirement benefits

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

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations	2,378	1,548
Gift aid	1,101	1,440
Legacies	587,530	2,000
Grants	<u>5,788</u>	<u>15,000</u>
	<u>596,797</u>	<u>19,988</u>

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

	2022	2021
	£	£
Other grants	<u>5,788</u>	<u>15,000</u>

THE HEATONS ANIMAL RESCUE GROUP

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2022

3. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Fundraising events	2,557	2,616
Shop, direct donations etc	<u>53,811</u>	<u>55,554</u>
	<u>56,368</u>	<u>58,170</u>

4. INVESTMENT INCOME

	2022	2021
	£	£
Deposit account interest	<u>31</u>	<u>28</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £
Animal rescue and re-homing	<u>118,269</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

	2022	2021
	£	£
Trustees' salaries	31,354	28,700
Trustees' social security	1,753	1,528
Trustees' pensions paid	<u>857</u>	<u>860</u>
	<u>33,964</u>	<u>31,088</u>

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

7. STAFF COSTS

	2022	2021
	£	£
Wages and salaries	56,719	51,660
Social security costs	<u>1,753</u>	<u>1,528</u>
	<u>58,472</u>	<u>53,188</u>

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

2022	2021
<u>5</u>	<u>5</u>

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

THE HEATONS ANIMAL RESCUE GROUP

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2022

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	19,988
Other trading activities	58,170
Investment income	<u>28</u>
Total	<u>78,186</u>
 EXPENDITURE ON	
Charitable activities	
Animal rescue and re-homing	<u>100,714</u>
 NET INCOME/(EXPENDITURE)	 (22,528)
 RECONCILIATION OF FUNDS	
Total funds brought forward	<u>68,662</u>
 TOTAL FUNDS CARRIED FORWARD	 <u><u>46,134</u></u>

9. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	<u>46,134</u>	<u>534,927</u>	<u>581,061</u>
 TOTAL FUNDS	 <u><u>46,134</u></u>	 <u><u>534,927</u></u>	 <u><u>581,061</u></u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	<u>653,196</u>	<u>(118,269)</u>	<u>534,927</u>
 TOTAL FUNDS	 <u><u>653,196</u></u>	 <u><u>(118,269)</u></u>	 <u><u>534,927</u></u>

THE HEATONS ANIMAL RESCUE GROUP

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2022

9. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	68,662	(22,528)	46,134
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>68,662</u>	<u>(22,528)</u>	<u>46,134</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	78,186	(100,714)	(22,528)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>78,186</u>	<u>(100,714)</u>	<u>(22,528)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.20 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	68,662	512,399	581,061
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>68,662</u>	<u>512,399</u>	<u>581,061</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	731,382	(218,983)	512,399
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>731,382</u>	<u>(218,983)</u>	<u>512,399</u>

THE HEATONS ANIMAL RESCUE GROUP

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2022

10. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2022.

THE HEATONS ANIMAL RESCUE GROUP

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 March 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	2,378	1,548
Gift aid	1,101	1,440
Legacies	587,530	2,000
Grants	<u>5,788</u>	<u>15,000</u>
	596,797	19,988
Other trading activities		
Fundraising events	2,557	2,616
Shop, direct donations etc	<u>53,811</u>	<u>55,554</u>
	56,368	58,170
Investment income		
Deposit account interest	<u>31</u>	<u>28</u>
Total Incoming resources	653,196	78,186
EXPENDITURE		
Charitable activities		
Trustees' salaries	31,354	28,700
Trustees' social security	1,753	1,528
Trustees' pensions paid	857	860
Wages	25,365	22,960
Vet fees	28,194	35,109
Cat food, meds & cleaning	13,435	11,557
Sundries	1,336	-
Repairs	<u>15,975</u>	<u>-</u>
	118,269	100,714
Total resources expended	<u>118,269</u>	<u>100,714</u>
Net income/(expenditure)	<u>534,927</u>	<u>(22,528)</u>

This page does not form part of the statutory financial statements