

Hollytrees Animal Rescue Trust (HART)

Report and Financial Statements

Year Ended

30 June 2021



CHARITY REGISTRATION NUMBER 1072094

Hollytrees Animal Rescue Trust (HART)

Financial Statements
for the year ended 30 June 2021

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Hollytrees Animal Rescue Trust (HART)

Trust Reference and Administrative Details for the year ended 30 June 2021

Registration

Hollytrees Animal Rescue Trust (HART) is registered with the Charity Commission

Registered number

1072094

Registered office

Hollytrees Kennels, Packhorse Lane, Hollywood, Birmingham, B47 5DH

Website

www.raydedicoat.com

Trustees

Ray Dedicoat	Chairman
Ann Dedicoat	Treasurer
Wendy Dedicoat	
Karen Masterton	Secretary
Doreen Wills	

Auditors

David Wells, Chartered Accountant, 33 Purnells Way, Knowle, Solihull, West Midlands, B93 9JN

Accountant

Michael Zakis FFA FTA, 57 Hanbury Road, Dorridge, Solihull, West Midlands, B93 8DN

Financial Advisor

Jonathan Day Financial Services, 1 Church Road, Brewood, Staffordshire, ST19 9BT

Banking and Investments

NatWest Bank Plc, 232/235 Stratford Road, Shirley, Solihull, West Midlands, B90 3AJ

Coventry Building Society, 261 Stratford Road, Shirley, Solihull, West Midlands, B90 3AL

Quilter Cheviot, 8th Floor, Two Snowhill, Birmingham, B4 6GA

Hampshire Trust Bank, Savings, PO Box 74003, London, EC2P 2QR

Skipton Building Society, The Bailey, Skipton, North Yorkshire, BD23 1DN

Virgin Money, Jubilee House, Gosforth, Newcastle upon Tyne, NE3 4PL

Scottish Widows Bank, PO Box 883, Leeds, LS1 9TY

Hollytrees Animal Rescue Trust (HART)

Annual Report of the Trustees for the year ended 30 June 2021

The Trustees present their report and audited financial statements of the Trust for the year ending 30 June 2021. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS102) in preparing the annual report and financial statements of the Trust.

Hollytrees Animal Rescue Trust (HART) ("the Trust") is governed by a Declaration of Trust dated 15 June 1998.

Trustees

Ray Dedicoat	Chairman
Ann Dedicoat	Treasurer
Wendy Dedicoat	
Karen Masterton	Secretary
Doreen Wills	

Objectives and activities

The Trust's operations and principal activities are to rescue and provide care and shelter for stray, abandoned, neglected and unwanted animals of all kinds; to protect animals from ill-usage cruelty and suffering; the relief of persons unable to afford veterinary fees for spaying of cats and dogs by assisting with charges; and the relief of the elderly who are unable to afford kennel costs or veterinary bills for their pets.

Public Benefit

Due regard has been given to the guidance published by the Charity Commission on public benefit.

Achievements, performance and plans for future periods.

This year has been an improvement compared to last year. We have lost a few good friends to the dreaded Covid, but we must plod on for our wonderful animals. We've been able to have a few volunteers back, and hope that next year we can have college work placements back also; however keeping our core staff healthy is our priority.

We haven't received the surge of surrendered animals post-lockdown that we anticipated. Sadly the public are able to get the same amount of money for adult dogs as the original, already overpriced, puppies. We feel the true extent of the problem will show in 2022/2023.

Ray and the staff continue to be called to assist in the tracking and capture of animals, both wild and domestic. These are most often cases of animals being hit by cars and bolting off in fear. Ray has also continued to offer advice and supplies to cases of stray dogs, all over the country. Ray maintains his reputation of being able to trap dogs that are notoriously elusive; he is often called for advice from distressed owners. In some of the hardest cases, Ray has gone out himself to help.

Our wildlife facilities have been improved with the addition of three new aviaries. These have made our wild bird rearing and release programs vastly easier for all involved.

Last year's aim was to complete general "catch-up" tasks, such as de-cluttering due to lack of storage; being unable to sell the items kindly donated to us had created a large stockpile. Along with the continual updating of our facilities, ongoing maintenance over the entire site has been another focus; this is especially important to make sure our facilities are meeting the increased demand we have been experiencing. We have been on the right track with these and feel all is going to plan.

Our financial advisor continues to guide the charity on the best way to keep our investments working well, whilst also keeping funds available should we need them in an emergency. It is a top priority for the charity that funds are always on hand to help any animal in need of our care.

We look forward to a better 2022 and returning to full normality.

Hollytrees Animal Rescue Trust (HART)

Annual Report of the Trustees for the year ended 30 June 2021 (Continued)

Financial review

During the year ended 30 June 2021 the total net income and movement in funds was £337,398 (2020 - £15,814). Total funds at 30 June 2021 amounted to £4,229,439 (2020 - £3,892,041), which are all unrestricted.

Structure, governance and management

Under the Declaration of Trust, the management of the trust is the responsibility of the trustees.

Principal risks

The trustees review the risk to which the trust is exposed on an annual basis as part of the approval of the annual business plan.

The trustees have a risk management strategy which comprises:

- The annual review of the risks that the trust might face
- The establishment of systems and procedures to mitigate those risks identified
- The implementation of procedures designed to minimise any potential impact on the trust should those risks materialise

Investment Policy

The trust is worried about investing in high risk strategies, so it is looking to a low risk strategy to produce the best financial return, within what the trust believes is an acceptable level of risk.

The trust's investment objective is for longer term capital growth in excess of inflation.

Reserves Policy

The trustees have examined the trust's requirements for reserves in light of the main risks to the organisation. They have established a policy whereby reserves are sufficient to safeguard the ongoing operations of the trust, and to be able to fund necessary building improvements and development work to keep the facilities as up to date as possible.

Statement of Responsibilities of the Trustees

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. They 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.

Hollytrees Animal Rescue Trust (HART)

Annual Report of the Trustees for the year ended 30 June 2021 (*Continued*)

Auditors

In so far as the trustees are aware:

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

Due to retirement David Wells is resigning as auditor at the annual general meeting. New auditors will be appointed in due course.

On behalf of the trustees



Ray Dedicoat
Chairman
30 June 2022

Hollytrees Animal Rescue Trust (HART)

Report of the independent auditors for the year ended 30 June 2021

To the trustees of Hollytrees Animal Rescue Trust (HART)

Opinion

We have audited the financial statements of Hollytrees Animal Rescue Trust (HART) (the 'trust') for the year ended 30 June 2021 set out on pages 8 to 14. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the trust's affairs as at 30 June 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the trust's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information contained in the annual report of the trustees, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Hollytrees Animal Rescue Trust (HART)

Report of the independent auditors for the year ended 30 June 2021 (*Continued*)

Opinion on other matters prescribed by the Charities Act 2011

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the trustees

As explained more fully in the trustees responsibilities statement set out on page 4, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the trustees either intend to liquidate the trust or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the trust and the trustees as a body, for our audit work, for this report, or for the opinions we have formed.



DAVID WELLS

Chartered Accountant and statutory auditor

33 Purnells Way
Knowle
Solihull
West Midlands
B93 9JN

30 June 2022

David Wells, Chartered Accountant, is eligible to act as an auditor in terms of Section 1212 Companies Act 2006.

Hollytrees Animal Rescue Trust (HART)

Statement of financial activities (including income and expenditure account) for the year ended 30 June 2021

	Note	Unrestricted Funds 2021 £	Unrestricted Funds 2020 £
Incoming from:			
Donations and legacies	2	273,819	121,251
Charitable activities		2,372	3,374
Investments	3	24,794	28,213
Total income		300,985	152,838
Expenditure on:			
Raising funds	4	14,140	12,920
Charitable activities	5	117,065	113,242
Governance costs	6	5,282	18,312
Total expenditure		136,487	144,474
Net income	7	164,498	8,364
Investments gains			
Net gains on investments	10	172,900	7,450
Net income and movement in funds		337,398	15,814
Reconciliation of funds			
Total funds brought forward		3,892,041	3,876,227
Total funds carried forward	13	4,229,439	3,892,041

All disclosures relate only to continuing operations.

All recognised gains and losses are included in the statement of financial activities.

The notes on pages 10 to 14 form part of these financial statements.

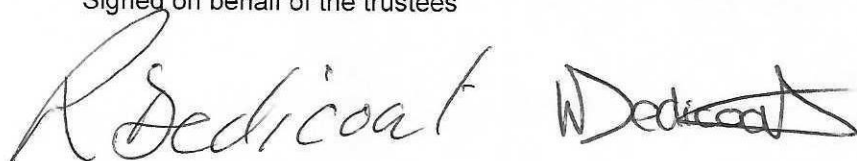
Hollytrees Animal Rescue Trust (HART)

Balance sheet
at 30 June 2021

	Note	2021 £	2021 £	2020 £	2020 £
Fixed assets					
Tangible assets	9		462,354		485,636
Investments	10		1,301,339		1,124,827
			<u>1,763,693</u>		<u>1,610,463</u>
Current assets					
Debtors		2,208		2,112	
Investments	11	720,102		713,522	
Cash at bank and in hand		1,757,452		1,580,662	
		<u>2,479,762</u>		<u>2,296,296</u>	
Creditors - amounts falling due within one year	12	(14,016)		(14,718)	
		<u></u>		<u></u>	
Net current assets			2,465,746		2,281,578
			<u></u>		<u></u>
Total assets less current liabilities			4,229,439		3,892,041
			<u></u>		<u></u>
Creditors - amounts falling due after more than one year			-		-
			<u></u>		<u></u>
Net Assets			4,229,439		3,892,041
			<u></u>		<u></u>
Funds	13				
Unrestricted funds			4,229,439		3,892,041
Restricted funds			-		-
			<u>4,229,439</u>		<u>3,892,041</u>

The financial statements were approved and authorised for issue by the trustees on June 2022.

Signed on behalf of the trustees



Ray Dedicoat
Chairman

Wendy Dedicoat
Trustee

The notes on pages 10 to 14 form part of these financial statements.

Hollytrees Animal Rescue Trust (HART)

Notes to the financial statements for the year ended 30 June 2021

1 Accounting policies

General Information and Basis of preparation

Hollytrees Animal Rescue Trust (HART) is registered with the Charity Commission in the United Kingdom. The trust is governed by a declaration of trust dated 15 June 1998.

The address of the registered office is given in the trust information on page 2 of these financial statements. The trust's operations and principal activities are to rescue and provide care and shelter for stray, abandoned, neglected and unwanted animals of all kinds; to protect animals from ill usage cruelty and suffering; the relief of persons unable to afford veterinary fees for spaying cats and dogs by assisting with charges; and the relief of the elderly who are unable to afford kennel costs or veterinary bills for their pets.

The trust constitutes a public benefit entity as defined by FRS102. 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 United Kingdom and Republic of Ireland (FRS102) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102), the Charities Act 2011, and UK Generally Accepted Practice.

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 trust.

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

Funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the trust.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Trust for particular purposes.

Incoming resources

All incoming resources are included in the Statement of Financial Activities (SoFA) when the trust is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received. Bank interest is accounted for when it is receivable.

Expenditure recognition

Resources expended include all expenditure incurred in pursuance of the trust's objectives and are accounted for on an accruals basis. The trust is not registered for VAT, and so all VAT is irrecoverable and included with related expenditure.

All expenditure is accounted for on an accruals basis and is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Hollytrees Animal Rescue Trust (HART)

Notes to the financial statements for the year ended 30 June 2021 (Continued)

1 Accounting policies (Continued)

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is calculated so as to write them off over their anticipated useful lives at the following annual rates applied to the cost to the trust at the beginning of the accounting period or later date of addition:

Leasehold buildings	4% straight line
Plant, machinery, fixtures and fittings	15% reducing balance
Motor vehicles	25% reducing balance

The depreciation of leasehold buildings was applied prospectively for the first time last year.

Investments

Fixed asset Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains/(losses) on investments' in the SoFA if the shares are publicly traded or their fair value can otherwise be measured reliably. Other investments are measured at cost less impairment.

Current asset investments are short term highly liquid investments and are held at fair value. These include cash on deposit and cash equivalents with a maturity of less than one year.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

2 Income from donations and legacies

	Unrestricted Funds 2021 £	Unrestricted Funds 2020 £
Donations and gifts	32,333	31,601
Gift Aid	-	2,840
Legacies	241,486	86,810
	<u>273,819</u>	<u>121,251</u>

3 Income from investments

	Unrestricted Funds 2021 £	Unrestricted Funds 2020 £
Interest income	10,762	12,497
Dividend income	14,032	15,716
	<u>24,794</u>	<u>28,213</u>

Hollytrees Animal Rescue Trust (HART)

Notes to the financial statements
for the year ended 30 June 2021 (Continued)

4 Expenditure on raising funds	Unrestricted Funds 2021 £	Unrestricted Funds 2020 £
Portfolio management costs	8,345	8,650
Investment advisers fees	5,795	4,270
	14,140	12,920
5 Expenditure on charitable activities	2021 £	2020 £
Staff costs (note 8)	58,678	56,861
Kennel direct costs	11,590	7,753
Kennel overheads	11,363	9,496
Repairs and equipment hire	12,152	15,115
Depreciation	23,282	24,017
	117,065	113,242
6 Governance costs	2021 £	2020 £
Legal and professional	-	7,440
Accountancy	2,032	7,872
Audit	3,250	3,000
	5,282	18,312
7 Net income is stated after charging	2021 £	2020 £
Auditors' remuneration for statutory audit	3,250	3,000
Trustees' remuneration and expenses	-	-
Operating lease rentals	12,136	12,189
Depreciation of fixed assets	23,282	24,017
8 Staff costs	2021 £	2020 £
Wages and salaries	56,579	53,829
Social security costs	-	-
Pension contributions	2,099	3,032
	58,678	56,861

The average number of employees of the trust during the year was 3 (2020 – 3)

Hollytrees Animal Rescue Trust (HART)

Notes to the financial statements for the year ended 30 June 2021 (Continued)

9 Tangible fixed assets

	Leasehold Buildings £	Plant and Machinery £	Fixtures and Fittings £	Motor Vehicles £	Total £
Cost					
At 1 July 2020	511,972	10,275	964	10,853	534,064
Additions	-	-	-	-	-
At 30 June 2021	511,972	10,275	964	10,853	534,064
Depreciation					
At 1 July 2020	40,958	2,500	222	4,748	48,428
Provided for the year	20,479	1,166	111	1,526	23,282
At 30 June 2021	61,437	3,666	333	6,274	71,710
Net book value					
At 30 June 2021	450,535	6,609	631	4,579	462,354
At 30 June 2020	471,014	7,775	742	6,105	485,636

There is no formal lease agreement for the property on which the leasehold buildings are located. The freehold title is owned by the chairman of the trustees, Ray Dedicoat. The buildings are being depreciated over 25 years on the basis that the trust will continue to be allowed to use the buildings for at least that period.

10 Fixed Asset Investments

	Investment Portfolio	
	2021 £	2020 £
Cost or valuation		
At 1 July 2020	1,124,827	1,109,122
Additions within the portfolio	130,097	772,964
Disposals within the portfolio	(168,168)	(520,668)
Investment gains	172,900	7,450
Management and adviser fees	(14,140)	(12,920)
Other cash movements	55,823	(231,121)
	1,301,339	1,124,827
Investments at fair value comprise:		
	2021 £	2020 £
Equities and securities	1,224,845	1,090,016
Cash within the investment portfolio	76,494	34,811
	1,301,339	1,124,827

The fair value of listed investments is determined by reference to their market value.

Hollytrees Animal Rescue Trust (HART)

Notes to the financial statements
for the year ended 30 June 2021 (Continued)

11 Current asset investments

	2021 £	2020 £
Short term deposits	720,102	713,522
	<u>720,102</u>	<u>713,522</u>

12 Creditors

	2021 £	2020 £
Trade creditors	4016	4,718
Accruals and deferred income	10,000	10,000
	<u>14,016</u>	<u>14,718</u>

13 Funds

	Balances Brought Forward £	Income £	Expenditure £	Gains And Losses £	Balances Carried Forward £
Unrestricted Funds	3,892,041	300,985	(136,487)	172,900	4,229,439
Restricted Funds	-	-	-	-	-
	<u>3,892,041</u>	<u>300,985</u>	<u>(136,487)</u>	<u>172,900</u>	<u>4,229,439</u>

14 Related parties

The only related parties are the trustees. They have not received any remuneration or expenses during the year. Certain amounts have been re-imbursed for expenditure properly incurred on behalf of the trust.

The trust occupies property rent free on an informal basis, the freehold of which is owned by the chairman of the trustees, Ray Dedicoat.

15 Controlling party

The trust is controlled by the trustees in accordance with the Declaration of Trust dated 15 June 1998.