

**Company Registration No. 04175500 (England and Wales)**  
**Charity Registration No. 1085875**

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING  
A COMPANY LIMITED BY GUARANTEE**

**AUDITED CONSOLIDATED REPORT  
AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2022**

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**REPORT OF THE BOARD OF TRUSTEES  
FOR THE YEAR ENDED 31 MARCH 2022**

The Directors present their report together with the financial statements for the year ended 31 March 2022.

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 2015 (FRS102)) and the Companies Act 2006.

**1. Reference and Administration Details of the Charity, its Trustees and Advisors**

**President:**

Marilyn Gordon-Jones

**Trustees:**

The Trustees, who are also directors of the Company and who have held office during part or all of the year 2021-2022 and/or up to the date this report is signed are:

Janet Samuel (Chair)

Kumar Ghosh (Treasurer and Chair of Finance Risk and Audit Committee)

Tim Howe (Vice Chair)

Chrisha Alagaratnam (Chair of Quality Committee)

Vaskor Basak (resigned 3 November 2021)

Fidelma Hatton (appointed 3 November 2021) (Chair of Fundraising and Enterprise Committee)

Zoe Lelliott (appointed 3 November 2021)

Gillian Perkins (resigned 3 November 2021)

Norman Scarlett

**Chief Executive and Company Secretary:**

Nicola Upton

**Charity No:** 1085875

**Company No:** 04175500

**Registered Office:** Sutton Gate, 1 Carshalton Road, Sutton, Surrey SM1 4LE

**Auditor:** Moore (South) LLP, Priory House, Pilgrims Court, Sydenham Road, Guildford, Surrey, GU1 3RX

**Bankers:** Lloyds Bank, Blackheath Branch, Blackheath, London SE3 9LH

**Investment Managers:** Brewin Dolphin, 12 Smithfield Street, London, EC1A 9BD

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**2. Structure Governance and Management**

- 2.1 Age UK Sutton (AUKS) is a local charity supporting older people in the London Borough of Sutton. As a local 'Brand Partner' of the national Age UK charity, AUKS operates independently, raising its own funds and delivering services to meet local needs, pursuing its mission to make Sutton a more Age Friendly Place.

As a 'Brand Partner' of Age UK, Age UK Sutton receives a small level of financial and administrative support from the national charity, and is required to meet certain conditions, particularly regarding branding, website structure, and the delivery of an information and advice service. Other decisions on delivery and development are made locally, according to Age UK Sutton's own Memorandum and Articles of Association and strategic priorities.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives, in planning future activities and setting strategic priorities for the future.

2.2 Governing document:

Age UK Sutton's governing document is the Memorandum and Articles of Association, which was last reviewed and approved by the Charity Commission in 2013.

Age UK Sutton is a registered charity limited by guarantee, and had one subsidiary during the year:

Age UK Sutton Trading Ltd, was dissolved on 24 May 2022, as no non-charitable purpose trading activities are in progress.

2.3 Structure and decision making

The Board of Trustees meets at least four times a year and is responsible for governing the affairs of AUKS.

Three committees have delegated responsibility for scrutiny and oversight of key strategic areas, and report into the Board via committee Chair briefings at Board meetings and exception reporting, and through regular discussion with the Chair.

The Finance, Risk and Audit Committee reports on all areas of risk, both financial and non-financial, which could threaten the viability, reputation, or operational efficiency of AUKS. The Fundraising and Enterprise Committee steers fundraising and enterprise strategy and performance, and the Quality Committee oversees quality of service delivery, performance against commissioned service contracts, employee experience and volunteering. All of the committees meet four times a year.

Trustees engage with strategic projects as required, for example by participating in working groups for strategic projects, advising on discrete work programmes, and providing expertise to assist the executive team in decision-making where their professional skills are relevant.

The Board agrees the broad strategy and direction of the charity to ensure the organisation fulfils its objectives. It takes overall responsibility for ensuring that the financial, legal, and contractual obligations of the charity are met and that there are satisfactory systems and controls in place to ensure quality, continuous improvement, and regular engagement of our stakeholders.

The CEO and Chair maintain regular contact in order to discuss strategy and communication, and to ensure that the Board is fully advised of any major achievements, incidents, or risks and issues in 'real time'.

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**2. Structure Governance and Management /contd...**

Day to day decision making is delegated to the Chief Executive, who delegates specific responsibilities to the Senior Leadership Team, and other managers as appropriate. The Board receives regular quality, performance, and finance reports from the Executive.

Age UK Sutton's Board of Trustees and the Senior Leadership Team work closely together to deliver the strategic aims of the charity. A Scheme of Delegation sets out roles and responsibilities for decision making. Age UK Sutton is committed to developing the impact of our Board through development and learning; building on the strengths and expertise of all board members.

Trustees (Directors) are elected at the Annual General Meeting to serve a term of three years and can stand for re-election. The Board can co-opt people during the year to ensure that the Board has a broad range of skills and experience and in order to facilitate Trustee succession. All members give their time voluntarily and receive no benefits from the charity. Any expenses reclaimed from the charity are set out in note 12 to the accounts.

**2.4 Pay and Remuneration**

Pay and remuneration are reviewed annually by the Pay Committee which meets in July and whose membership includes the Chair, Vice Chair, Treasurer and CEO. The Pay Committee considers proposals for pay review and makes a recommendation to the Board, who then review and approve recommendations. The CEO's pay and remuneration is determined by a closed session of the Pay Committee and approved at a closed Board session. There is a pay policy setting out how pay is reviewed and benchmarked. Individual pay may be reviewed outside of the annual cycle by exception, for example if there is a significant change in role or responsibilities.

Trustee candidates are selected via a rigorous process involving advertising and/or use of a recruitment specialist, interview and references, and all Trustees are elected by the membership. Following appointment, Trustees undergo an induction programme and all Trustees attend training, briefings, and meetings to support their development and that of the charity.

**2.5 Relationship with other parties:**

Age UK Sutton's active subsidiary (Age UK Sutton Trading Ltd) was closed in 2021, with the closure completing in February 2022. The Board of Trustees took the decision to close the Trading Company as associated costs of retaining it were not justified. It was dissolved on 24 May 2022,

**3. Objectives and Activities for Public Benefit**

**3.1 The Objects for which the Charity (the "Objects") is established and to which it is specifically restricted are to promote the following purposes for the benefit of the public and/or older people in and around the London Borough of Sutton ("the area of benefit"):**

- preventing or relieving the poverty of older people;
- advancing education;
- preventing or relieving sickness, disease or suffering in older people (whether emotional, mental or physical);
- promoting equality and diversity;
- promoting the human rights of older people in accordance with the Universal Declaration of Human Rights;
- assisting older people in need by reason of ill-health, disability, financial hardship, social exclusion or other disadvantage; and

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**3. Objectives and Activities for Public Benefit /contd...**

- such other charitable purposes for the benefit of older people as the Trustees may from time to time decide

the outcome of this being the promotion of the well-being of older people.

**3.2** In 2021-2022, Age UK Sutton delivered a wide range of services and influencing activity, with much of this activity being delivered in partnership. The primary offer included:

- Independent information and advice on a drop in, outreach and appointment basis which offers support on a wide range of topics including wellbeing, rights, financial matters, housing, and products and services;
- Support with benefit appeals and consumer disputes;
- 'Help at Home' including day to day support, cleaning and shopping, companionship, light meal preparation, medication prompting, and a 'sitting' service;
- Delivery of commissioned services to provide support to the public including targeted information and advice, support to people living with dementia and their carers, and expert support for those leaving hospital or experiencing ill health (including mental ill health), with the aim of improving health outcomes and reducing readmission/further health issues;
- Delivery of commissioned services to provide support to older people with improving their wellbeing, and who are experiencing enduring mental health conditions. Age UK Sutton is a partner in a national Mental Health Transformation pilot programme which offers peer-led support to underserved groups, one of which is older people;
- Commissioned Social Prescribing services, including support for GP patients to find lasting solutions to complex non-medical challenges, and support to GP patients experiencing complex, non-clinical challenges, through a multidisciplinary team. In December 2021, Sutton's Primary Care Networks took the decision to consolidate all similarly funded services and notified AUKS of their intention to bring this highly regarded service 'in house' from April 2023;
- Age UK Sutton is also one of three Age UK Brand Partners delivering targeted engagement regarding lung health screening, as part of a national NHS England pilot programme;
- Social activities and support to connect with activities, exercise, cultural and educational events, collectively described as the 'Community Connectors' programme. In early 2022, Age UK Sutton secured significant National Lottery Community Fund support to develop this programme, beginning on 1 April 2022;
- Activity that promotes civic engagement and influences decision makers, including enabling older people to participate in consultation, delivering engagement events, participating in national campaigns, and running Sutton's 'Age Friendly' engagement programme in partnership with Sutton Council;
- Representation of older people's interests, and of the charity and community groups of Sutton, in strategic forums including the Integrated Place Board, Sutton's Systems Leadership Group, and the Local safeguarding Board.

During the 2021-2022 year, the impact of the Covid-19 pandemic continued to be felt and have a major impact on older people, for example by exacerbating social isolation and loneliness, and limiting access to health and social care services. The process of adaptation to a permanently changed world is on-going for this section of the population. Age UK Sutton continues to evolve and develop delivery in response, for example utilising extra hygiene and safety protocols for all face to face contact and recognising that supporting older people to rebuild confidence includes consideration of fears about re-entering society.

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**3. Objectives and Activities for Public Benefit /contd...**

Since late 2021, an energy crisis has begun to emerge, with a combination of factors relating to political unrest, war, and supply chain issues contributing to rapidly rising energy prices. These rises have made a cross cutting impact on the cost of living, not only affecting the cost of heating, cooking, and travel, but also of food and other essentials. At the time of this report, the longer-term impact of this ongoing crisis continues to evolve, with higher than ever numbers of older people seeking support from Age UK Sutton. The charity continues to innovate to reach more people, and to assist older people with financial difficulties in a challenging economic environment.

The charity continues to work to manage the rising demand for support, driven by the issues set out above, and also because other services, including some statutory services, are either closing, or limiting access due to their own capacity. The leadership team is working closely with the wider system in Sutton to analyse and consider solutions to these systemic challenges, and to consider how best the organisation can respond to demand within limited resources.

**3.3 Age UK Sutton's Key Performance Indicators (KPIs) for the year 2021-2022:**

As in the previous year, due to the ongoing Covid-19 pandemic, year-long KPIs were not set, as it was recognised that needs continued to change and evolve. However, focus on agreed strategic priorities was maintained, with regular Board and Committee meetings serving to monitor progress both of the Covid response, and of 'business as usual' activities.

The table below represents priorities that continued from the 2020-2021 year into 2021-2022, and some additional notable performance indicators.

3.3A	Performance Indicators	2019-2020	2020-2021	2021-2022	
	% of population aged 75+ reached	13.5% (1512)	13.08% (1461)	13.34 % (1492)	Total population over 75 (Sutton Datacard): 11,168. NB the 2020-2021 figure is a minimum, as from April - July 2020, emergency measures in place meant that age data was not captured from all clients A small percentage of clients (15%) are not asked their age, usually because the caller wishes to remain anonymous or declines to request for demographic information, so this figure is a minimum
	Total number of unique individuals provided with support	2914	3461	3586	In 2020-2021, Age UK Sutton recorded an additional 1000 anonymous individuals (above the figures stated) who were provided with Covid emergency support that the charity was a co-leader of. The continued increase in 'core' information, advice and support provision across all services in a context of rising complexity (and therefore time needed) of each enquiry demonstrates a continuing rise in demand for support, and the Charity's success in responding to this need. This figure represents a 20% rise in individuals receiving assistance since the last directly comparable year (2019-2020 – 2914)

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**3. Objectives and Activities for Public Benefit /contd...**

3.3A	Performance Indicators	2019-2020	2020-2021	2021-2022	
	Total number of volunteers deployed	102	143	62	Age UK Sutton had a sharp rise in active volunteers during the Covid pandemic, both as a result of new service needs, and a strong response to the community emergency. A proportion of these emergency volunteers stepped out of volunteering once back at work, and when some roles ended. AUKS is now building up longer term volunteering roles again, as part of pandemic recovery and overall charity strategy.
	Financial gains outcomes secured for older people	£1.375m	£489,302	£1.399m	These outcomes are a result of income maximisation work (assisting older people to secure benefit entitlements and save money e.g. on bills). This was a major priority for the later months of 2021-2022, after a large reduction in contacts requesting this assistance in the previous year when clients prioritised more immediate crises, and there were delays to application reviews. Exceeding 2019-2020 levels (2019-2020: £1.375m) in around half the number of months indicates the success of a major delivery drive, and the continued level of need.

3.3B	Financial Performance Indicators	KPI (budget)	2021-2022 result	Comment / 2020-2021 data for year on year comparison
	Total Income	£1,188,234	£1,421,498	2020-2021 Budget: £1,279,050 Actual: £1,314,269  The result for 2021-2022 was above budget due to new funding secured for emergency Covid relief work, and for new services. This included a number of new grants.
	Total expenditure	£1,187,845	£1,432,028	Expenditure levels closely match income, due to strong financial controls and planning. New expenditure was a result of new funded activity and projects.
	Financial Surplus/ (Deficit)	£389	£4,345	2020-2021 Budget: £24,200, Actual: £83,622
	Enterprise Revenue	£338,000	£280,500	2020-2021 Budget: £365,600, Actual: £185,000



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**3. Objectives and Activities for Public Benefit /contd...**

3.3B	Financial Performance indicators	KPI (budget)	2021-2022 result	Comment / 2020-2021 data for year on year comparison
	Enterprise Contribution	153,200	126,800	2020-2021 Budget: £163,000, Actual: £78,100
	New Grant Income (gross)	£60,000	£138,823	2020-2021 Budget: £150,000 Actual: £313,000  The target for 2021-2022 was lower than the previous year based on changing priorities and opportunity, and the unknown risk of the Covid Pandemic to grant fundraising
	Minimum monthly cash balance	£75,000	£75,000 or above maintained	2020-2021 Budget: £75,000, Actual: £191.800

Performance against budget was good, with a very small deficit before pension commitments are taken into account, which the Board considered to be within acceptable tolerances.

A number of new contracts and grants were secured in the year, including some further Covid Emergency funding, and two new commissions (Lung Health and Mental Health transformation).

Enterprise was affected by the impact of the pandemic, both the legacy of shut-down in 2020-2021, and also ongoing Covid restrictions, including 'lockdown' towards the end of 2021. In the final months of 2021-2022, Enterprise is showing indications of recovery, the enablement of which is a major focus for 2022-2023.

Many activities of Age UK Sutton could not be delivered without the support of volunteers. During 2021-2022 a total of 62 volunteers supported the charity.

No cost has been apportioned in respect of the time given by our volunteers in accordance with the SORP.

**4. Achievement and Performance**

Over the course of the year 2021-2022, Age UK Sutton directly delivered a service to 3,586 people (2020-2021: 3,461). 1,492 of these people were over 75 years old (2020-2021: 1461). Of those asked 33.3% of AUKS clients lived alone, 34% expressed a fear of falling, and 51% had no access to digital technology.

After a significant increase in the number of people receiving a service in the previous year, the trend has continued, despite lower delivery resources after Covid emergency funding ended. However, the type and length of support now required tends to require longer and more complex interventions for more people, as new challenges arise (e.g. the cost of living) and other services are affected by financial and resourcing challenges.

The charity supported older people in Sutton to secure £1,399,404 (2020-2021: £489,302) in new income and savings, through helping people to claim the benefits to which they were entitled and/or to implement cost savings. This result has returned Age UK Sutton's impact in this area to pre-pandemic levels, a particularly good result considering that 'business as usual' for financial gains work did not begin until the mid-point of the year (due to older people prioritising other needs, and delays to consideration of applications) and considering the challenging environment for cost savings in one major domain – energy prices.

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**4. Achievement and Performance /contd...**

New activity in 2021-2022:

- Continuing to co-lead the Borough's community Covid response in partnership with Volunteer Centre Sutton and Community Action Sutton, and in collaboration with other local charities and partners;
- Delivering a further year of Age UK Sutton's 'Age Friendly' partnership with Sutton Council, building on learning from previous projects to develop three research pilots, focused on Age Friendly business practices, later life volunteering, and home safety. Each project has been co-produced and co-delivered with local older people;
- Development of Sutton Lung Health engagement programme. Age UK Sutton is one of three Age UK Brand Partners collaborating to deliver the engagement strand of a national NHS Lung Screening pilot for people aged 55-74. Our activity includes engaging with at risk individuals and groups to encourage and support them to take up an invitation to screening, and to provide broader education about lung health and how to seek support.
- Development of Sutton's Community Mental Health Transformation Programme, a collaborative project to develop innovative, peer led mental health support for underserved cohorts (including older people) experiencing severe or enduring mental health difficulties. This programme is a national first, embedding evidence-based peer support and coproduction in its design and delivery.
- Taking over Sutton's peer support programme for people living with Dementia and their Carers (after local partner Alzheimer's Society opted not to continue delivery of this commission). Working in partnership with Sutton Carers' Centre, and with the support of partners including Alzheimer's Society, Age UK Sutton is leading a programme including peer support groups and one to one support for people at different stages of their dementia journey.
- Age UK Sutton's CEO became Chair of Sutton's Dementia Action Alliance (Jan 2022), a local alliance with members from the voluntary, statutory, and business sectors in Sutton. Early work has included beginning a review of the scope and purpose of the Alliance, and identifying resource and funding needs.

**5. Plans for Future Periods**

5.1 AUKS has grown in the last year, as a result of securing new contracts and grants to deliver work that fulfils our strategic mission to make Sutton a more Age Friendly Place.

5.2 Long term response to the Covid-19 pandemic

The lasting effects of the Covid-19 pandemic, and the energy crisis that began in late 2021, continue to make a major impact on the lives of older people, especially those already disadvantaged by health needs, low incomes, and social isolation. We are seeing the impact of 'deconditioning' in people who have been restricted in their activities outside the home for a long period, and the continuing effect of pressures on our Health and Social Care systems, which affect support available and waiting times for non-urgent interventions. Age UK Sutton continues to address these complex challenges, both as a service provider, and as an influencer of wider development. We work in partnership with statutory providers as well as other charities and local business, to find efficient, effective ways to ensure that all older people in Sutton receive the support they need, and have their voices heard in decision making.

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**5. Plans for Future Periods /contd...**

**5.3. Strategy, Business Plan and Budget**

A 'refresh' of Age UK Sutton's strategy, and a three year Integrated Business Plan were developed during 2021-2022, with implementation beginning in April 2022. The strategy and plan were developed using insight from clients, staff, volunteers, and Trustees, and set out both delivery priorities for the next three years, and organisational priorities regarding infrastructure, people, and culture, including equity, diversity, and inclusion.

Age UK Sutton continues to work to a principle of diversified income, with investment being made to develop the social and financial impact of our Help at Home enterprise and continuing to secure grant funding from trusts and foundations. With the success in grant fundraising in recent years, stewardship has become a greater focus, to ensure that longer term relationships can be forged where possible. Strategic relationships with commissioning bodies are carefully managed, with Age UK Sutton retaining and developing its position as a strategic partner and advisor, as well as a provider.

The Trustees have agreed a budget for the year which reflects a conservative approach to enterprise growth, and a maintenance level of new grant income. This takes into account the continued uncertainty about Covid at the time of budget setting, and an agreed focus on consolidation and strengthening of core services to meet local need, for at least the first half of the 2022-2023 year.

**5.4. Influencing and Representation**

Age UK Sutton is proud to be regarded as an effective and influential partner within Sutton including with the voluntary sector, health, and social care. The support and collaboration of our partners is invaluable, and we look forward to continuing to develop and evolve these relationships in the best interests of local older people. We are committed to ensuring that older people's needs are championed, and their voices heard in planning and decision making, dismantling stereotypes and challenging inequalities. We consider ourselves fortunate to operate in a system that shares these values and is open to dialogue about improvement and change.

**5.5. Equity, Diversity and Inclusion**

Age UK Sutton is committed to serving all older people who live in our community. As part of AUKS 2022-2025 Integrated Business Plan, further embedding and continuously improving Equity, Diversity, and Inclusion across service delivery, employment, volunteering and influencing practice is a business priority.

Our services are for the benefit of older people irrespective of gender, marital status, ethnic background, disability, sexual orientation, culture, politics or religious belief. Some of our services may be targeted at particular sections of the older population within Sutton in order to address particular identified needs or concerns, for example the Lung Health programme is targeted at a specific age range based on NHS England data regarding risk, and the Mental Health transformation programme is targeted to adults under 75, as it is part of a larger, age stratified mental health services structure.

The Trustees wish to take this opportunity to thank all of our partners and supporters, staff and volunteers, without whom achieving our Mission to make Sutton a more Age Friendly Place would be impossible to progress.

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**Financial Review**

The financial statements cover the activities of Age UK Sutton and the trading subsidiary Age UK Trading Ltd for the year ended 31 March 2022.

The incoming resources for the year amounted to £1,421,498 (2020-2021: £1,319,068).

Expenditure for the year amounted to £1,432,027 (2020-2021: £1,302,843) compared to a budgeted expenditure of £1,187,845.

This resulted in a net difference between income and expenditure of £10,529 (deficit) (budget £389 (surplus) plus an unrealised gain on investments of £2,658, and a re-measurement gain on the defined benefit pension scheme of £12,216, giving a net overall surplus for the year of £4,345.

The subsidiary Trading company reported a net deficit of £1,513 in 2021-2022. The trading Company was non-trading throughout the year, and after an assessment of ongoing costs, and whether AUKS will need a trading subsidiary in the foreseeable future, a decision was made by the Board to close the company. The outstanding net deficit of the company (a result of ongoing costs to holding the company open) has been 'written off' as part of year-end reconciliation.

**Fundraising and Income Generation**

The Trustees' priority is to continue to secure income, with a focus on supporting consolidation and development of core services to meet demand in the first half of the year. There is a particular focus on ensuring a greater proportion of income raised is from unrestricted sources. Sources include grants, sponsorship, commissions, legacies, donations, community events, and regular giving.

Investment is being made in developing Age UK Sutton's social enterprise, Help at Home, which provides important social and practical support at affordable prices, as well as generating unrestricted income for the charity.

**Reserves and Investments**

The Trustees have agreed a framework for determining the minimum level of reserves considered necessary to safeguard the Charity's solvency. The calculation is based upon a risk assessment of the Charity's financial position and outlook, taking into account additional costs and liabilities associated with the unlikely event of winding down the Charity's activities.

The Trustees have determined that the Charity should hold a minimum level of general unrestricted reserves of 3-4 months operating costs on the basis that this would, in the worst case scenario, cover the costs of safely closing the Charity.

General unrestricted reserves at 31 March 2022 were £494,300, including £90,000 designated for the Pension Liability.

**Investment Policy and Performance**

Age UK Sutton has a portfolio of investments managed within Brewin Dolphin 'Diversified Risk' investment strategy to maximise income. It seeks a sensible balance between income and capital growth, with a purpose of generating additional funds to sustain services and support innovation and improvement. The Board has decided to build on its current ethical investment position to a commitment to ESG investment. ESG investing relies on independent ratings that help you assess a company's behaviour and policies when it comes to environmental performance, social impact and governance issues.

The aim of holding funds in investments is to grow, over time, the value of unrestricted funds held in order to increase reserves in line with the Charity's overall growth, and from time to time to enable investment of capital growth in pilot projects, infrastructure, and development.

In the year to 31st March 2022 the portfolio returned 1.39% in income and increased in value by 0.8% to £331,127.

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**Risk Management**

The Trustees hold a Risk Register which is reviewed quarterly at the Finance, Risk and Audit Committee and presented to the Board at least twice a year. New risks are highlighted and exception reporting takes place between meetings.

Principal risks (scoring over 20 in a 5x5 likelihood and impact matrix) and mitigations are:

<b>Risks</b>	<b>Mitigations</b>
Long term impact of Covid on economy, funding, client needs, staffing and volunteer levels	Patterns of need and demand actively monitored, with records and insight used to track changes and trends. Project underway to better assess current and potential future impacts on Community Support delivery. Although Covid still has an impact, it is beginning to be 'business as usual' - we are not planning as if it will end anytime soon and so managing staffing, volunteering and service delivery is now all in the context of Covid Service 'pivot plans' in place, enabling swift refocus of activity
Non-compliance against legislative and quality assurance requirements - GDPR, CQS, Safeguarding	Resource dedicated to deliver compliance programme GDPR compliance measures in place Lead Trustee for Safeguarding appointed and safeguarding review discussed at Quality Committee 14.7.21 Charity Quality Standard completed and achieved Health and Safety Audit completed and scheduled annually, bi-weekly checks in place Policy specific training sessions developed and delivered, added to annual L&D plan Continue to monitor guidance as and when released Advance Safeguarding Lead Training identified and booked
Serious safeguarding incident which is not effectively managed	Safeguarding training for staff and workers provided and refreshed every year safeguarding procedures in place and all staff trained safeguarding questions included in recruitment
Cyber security incident which is not effectively identified / managed	Cyber Essentials Certification achieved March 2022 – this nationally recognised certification examines all aspects of cyber security practice and compliance
The one off payment AUKS would have to make to exit the defined benefit pension scheme could cause financial challenges (£87,000).	Monthly deficit payments being made to manage the pension liability. These payments are reviewed every 3 years (the actuarial valuation). Annual monitoring of changes in buy out liability at 30th September. We are notified of the updated valuation every July. Strategy continues to be to pay the monthly deficit payments
Social Prescribing Service transferring to PCNs as 'in house' service - process of transfer could impact reputation and staff engagement	Notification received Dec 2021 of the intention of Sutton's Primary Care networks to take the highly successful service 'in house' for consolidation purposes. Actions to date: Sought legal advice re: employment matters including TUPE Met with affected staff and arranged monthly update meetings to manage anxieties and manage process from HR perspective Regularly meeting PCN representatives to progress transfer project Communicated to wider Charity and Partners community re: decision

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**Risk Management /contd...**

<b>Risks</b>	<b>Mitigations</b>
Community Support challenges - demand for our core Community Support service has escalated significantly - need outstripping resource	Deputy Director of Services analysing challenges and putting short term mitigations in place Team given tight direction and support re case closure, triage, and practice Team manager giving daily reports to DDoS re progress on short term targets Volunteer onboarding in progress and volunteer activity being developed Wider staff team assisting with reception cover to reduce operational pressure Business Support Officer now in role and covering reception 8 hours/week Agreed that grant fundraising activity will focus on fully funding current Community Support and enabling service staffing growth, before conducting grant fundraising for new activity
Investment Portfolio value may decrease or increase, affecting overall financial position and reserves level	Review of risk profile of investments takes place annually, and more frequently if required Forecasting takes into account latest valuation FRA committee monitors portfolio value and long term impact We bear in mind that investments are longer term and that portfolio values do go up and down, but the long term trend tends to be growth Ensure that there is a margin of reserves to remain within reserve policy levels, should portfolio value drop due to global events etc
Inflation leads to rising costs, both for clients, generating greater need, and for operating costs including rent, materials, and staff costs.	Monitoring of inflation and its specific impact on local older people Reviewing lease arrangements and operating costs to identify any savings / ensure sufficient funds are budgeted Monitoring local pay and terms to remain competitive as an employer Age UK Sutton is a member of Sutton's anti-poverty forum and cost of living round table, working with partners to seek solutions and new funding

**Statement of Trustees Responsibilities**

The Trustees (who are also Directors of Age UK Sutton 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 (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group for the year. 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 Charities SORP (FRS102) second edition;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Board of Trustees is responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. The Board of Trustees is also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**REPORT OF THE BOARD OF TRUSTEES  
FOR THE YEAR ENDED 31 MARCH 2022**  
/contd...


**Disclosure of information to the auditors**

We, the directors of the company who held office at the date of approval of these Financial Statements as set out above each confirm, so far as we are aware, that:

- there is no relevant audit information of which the company's auditors are unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By order of the trustees  
Janet Samuel (Chair)

 ..... 2022  
5<sup>th</sup> November 2022

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF AGE UK SUTTON  
FOR THE YEAR ENDED 31 MARCH 2022**

**Opinion**

We have audited the financial statements of Age UK Sutton Limited (the 'charitable parent company') for the year ended 31 March 2022 which comprise Consolidated Statement of Financial Activities (including Income and Expenditure Account), the Group and Parent Charitable Company Balance Sheets, the Group and Parent Charitable Company Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. 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 group's and the charitable parent company's affairs as at 31 March 2022 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and 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 charitable company 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**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a



**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF AGE UK SUTTON  
FOR THE YEAR ENDED 31 MARCH 2022**

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.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' annual report has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' annual report.

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Act 2011 require us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report and from preparing a strategic report.

**Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement set out on page 12, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees 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 group and parent charitable company'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 group or parent charitable company or to cease operations, or have no realistic alternative but to do so.

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF AGE UK SUTTON  
FOR THE YEAR ENDED 31 MARCH 2022**

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under the Companies Act 2006 and section 151 of the Charities Act 2011 and report in accordance with those Acts.

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 is 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 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 four responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

**Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud**

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charitable company.

Our approach was as follows:

- The engagement partner selected staff for the audit who had appropriate knowledge and who had the required competence and skills to identify or recognise non-compliance with laws and regulations.
- We assessed the risk of irregularities as part of our audit planning, and ongoing review, including those due to fraud, management override was identified as a significant fraud risk. This is due to the ability to bypass controls through inappropriate expenditure and accounting policies adopted.
- Completeness of grant income was deemed a significant risk. Additionally as some income received is restricted in its use, a significant risk was identified regarding the correct classification of income between restricted and unrestricted funds and that the expenditure against this income was in line with any special restrictions.
- We obtained an understanding of the legal and regulatory requirements applicable to the charitable company and we considered the most significant are the Companies Act 2006, the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council. We considered how the charitable company and subsidiary entity complies with these requirements by discussions with management and those charged with governance.

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF AGE UK SUTTON  
FOR THE YEAR ENDED 31 MARCH 2022**

- We enquired of management and those charged with governance as to any know instances of non-compliance or suspected non-compliance with laws and regulations. Consideration was also made of the internal controls in place to mitigate the identified risks.
- We assessed the control environment, documenting the systems, controls and processes adopted. The audit approach incorporated a combination of controls where appropriate, analytical review and substantive procedures involving tests of transactions and balances. Any irregularities noted were discussed with management and additional corroborative evidence was obtained as required.
- We obtained an understanding and assessed the impact and effect of Covid-19 on the operations of the charitable company and subsidiary and adapted our approach accordingly. We enquired and obtained evidence to support the going concern assumption and reviewed grants received, dovetailed with work undertaken on management override.

To address the risk of fraud through management override we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify any unusual transactions;
- tested a sample of grants to supporting documentation confirming income correctly accounted for;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- reviewed the disclosures within the financial statements to ensure they meet the requirements of the accounting standards and relevant legislation.

To address the risk of completeness of income we:-

- performed analytical procedures to identify any unusual or unexpected relationships, along with comparison to budget;
- tested a sample of grants to supporting documentation confirming income correctly accounted for;
- reviewed donations and gifts received around the year end, ensuring cut-off correctly applied; and
- agreed deferred income to supporting documentation.

To address the risk of classification of income between restricted and unrestricted we:

- agreed a sample of income recorded in the nominal ledger to source documentation to ensure any restrictions were correctly identified;
- agreed a sample of expenses incurred to ensure that they had been allocated to the correct fund; and
- obtained and reviewed fund analysis workings to ensure that the calculations were correct and agreed to the accounting records.

There are inherent limitations in our audit procedures described above. The more removed the laws and regulations are from the financial statements, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF AGE UK SUTTON  
FOR THE YEAR ENDED 31 MARCH 2022**

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and, in respect of the consolidated financial statements, to the charity's trustees, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters which 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 any party other than the charitable company, the charitable company's members, as a body, and the charity's trustees, as a body, for our audit work, for this report, or for the opinion we have formed.

*Danielle Griffin*

Danielle Griffin (Senior Statutory Auditor)  
for and on behalf of Moore (South) LLP, Statutory Auditor

*15 NOVEMBER 2022*

Priory House  
Sydenham Road  
Guildford  
GU1 3RX

Moore (South) LLP is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006.

**AGE UK SUTTON**  
**AND ITS SUBSIDIARY UNDERTAKING**  
**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31 MARCH 2022**  
**(Including Income and Expenditure Account)**

		Total funds			
	Notes	Unrestricted funds	Restricted funds	2022	2021
		£	£	£	£
<b>Income</b>					
Donation and legacies	2	82,652	1,000	83,652	25,663
Income from charitable activities	3	836,828	496,580	1,333,408	1,282,768
Income from other trading activities	5	-	-	-	915
Investment income	6	4,438	-	4,438	4,922
Other income - proceeds of sale of fixed assets		-	-	-	4,800
<b>Total Income</b>		<u>923,918</u>	<u>497,580</u>	<u>1,421,498</u>	<u>1,319,068</u>
<b>Expenditure</b>					
Cost of raising funds	7	71,090	-	71,090	46,471
Charitable activities	8	834,010	500,983	1,334,993	1,246,679
Other	10	25,944	-	25,944	9,693
<b>Total Expenditure</b>		<u>931,044</u>	<u>500,983</u>	<u>1,432,027</u>	<u>1,302,843</u>
Net unrealised/realised gains on investments		<u>2,658</u>	<u>-</u>	<u>2,658</u>	<u>54,377</u>
<b>Net (Outgoing)/Incoming Resources</b>	11	<u>(4,468)</u>	<u>(3,403)</u>	<u>(7,871)</u>	<u>70,602</u>
Remeasurement gain/(loss) on defined benefit pension plan Transfers	22	<u>12,216</u>	<u>-</u>	<u>12,216</u>	<u>(846)</u>
<b>Net movement in funds</b>		<u>7,748</u>	<u>(3,403)</u>	<u>4,345</u>	<u>69,756</u>
<b>Reconciliation of funds</b>					
Total funds brought forward		<u>486,552</u>	<u>27,320</u>	<u>513,872</u>	<u>444,116</u>
<b>Total funds carried forward</b>		<u><u>494,300</u></u>	<u><u>23,917</u></u>	<u><u>518,217</u></u>	<u><u>513,872</u></u>

The statement of financial activities includes all gains and losses recognised in the year. All incoming resources and resources expended derive from continuing activities.

As permitted by the Statement of Recommended Practice (FRS102), the parent undertaking's own statement of financial activities has not been included in these financial statements.

The gross income of the parent undertaking for the financial period was £1,421,498 (2021: £1,241,414) and the result for the period was a deficit of £5,261 (2021: surplus of £70,408).

The notes on pages 23 to 43 form part of these financial statements.

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING  
REGISTERED NUMBER 04175500**

**BALANCE SHEET AS AT 31 MARCH 2022  
Registered Company number - 04175500**

	Notes	GROUP 2022 £	GROUP 2021 £	CHARITY 2022 £	CHARITY 2021 £
<b>FIXED ASSETS</b>					
Tangible assets	14	8,755	5,575	8,755	5,575
Investment in subsidiary	15	-	-	-	1
Investments	16	331,128	325,977	331,128	325,977
		<u>339,883</u>	<u>331,552</u>	<u>339,883</u>	<u>331,553</u>
<b>CURRENT ASSETS</b>					
Debtors	17	467,648	257,415	467,648	268,015
Cash at bank and in hand		188,514	175,225	188,514	173,731
		<u>656,162</u>	<u>432,640</u>	<u>656,162</u>	<u>441,746</u>
<b>CREDITORS:</b>					
Amounts falling due within one year	18	(208,679)	(219,348)	(208,679)	(218,345)
<b>NET CURRENT ASSETS</b>		<u>447,483</u>	<u>213,292</u>	<u>447,483</u>	<u>223,400</u>
<b>CREDITORS:</b>					
Amounts falling due after one year	19	(262,755)	(6,248)	(262,755)	(6,248)
<b>Defined benefit pension liability</b>	22	(6,394)	(24,724)	(6,394)	(24,724)
<b>NET ASSETS</b>		<u>518,217</u>	<u>513,872</u>	<u>518,217</u>	<u>523,982</u>
<b>FUNDS</b>					
Unrestricted	23/24	494,300	486,552	494,300	496,662
Restricted	23/24	23,917	27,320	23,917	27,320
<b>TOTAL FUNDS</b>		<u>518,217</u>	<u>513,872</u>	<u>518,217</u>	<u>523,982</u>

For the year ended 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies but as this company is a charity, it is subject to audit under the charities Act 2011.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provision relating to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the Board on 2nd November 2022.

  
Janet Samuel  
Chair

The notes on pages 23 to 43 form part of these financial statements.

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**STATEMENT OF CONSOLIDATED CASH FLOWS  
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	2022		2021	
		£	£	£	£
<b>Cash flows from operating activities</b>					
Net cash (used) / provided by operating activities	27		18,792		(22,010)
<b>Cash flows from investing activities</b>					
Interest received and dividends		4,438		4,922	
Purchase of property, plant and equipment		(7,448)		(5,458)	
Proceeds from sale of property, plant and equipment		-		4,800	
Proceeds from sale of investments		70,607		117,383	
Purchase of investments		(72,646)		(130,877)	
<b>Net cash (used in) financing activities</b>			(5,049)		(9,230)
Change in cash and cash equivalents in the reporting period			13,743		(31,240)
Cash and cash equivalents at the beginning of reporting period			181,766		213,006
<b>Cash and cash equivalents at the end of the reporting period</b>			<b>195,509</b>		<b>181,766</b>
Cash at bank and in hand			188,514		175,225
Investments			6,995		6,541
			<b>195,509</b>		<b>181,766</b>

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**STATEMENT OF CHARITY CASH FLOW  
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	2022		2021	
		£	£	£	£
<b>Cash flows from operating activities</b>					
Net cash provided by operating activities	26		<u>20,286</u>		<u>(19,808)</u>
<b>Cash flows from investing activities</b>					
Interest received and dividends		4,438		4,922	
Purchase of property, plant and equipment		(7,448)		(5,458)	
Proceeds from sale of property, plant and equipment		-		4,800	
Proceeds from sale of investments		70,607		117,383	
Purchase of investments		<u>(72,646)</u>		<u>(130,877)</u>	
<b>Net cash (used in) / provided by financing activities</b>			<u>(5,049)</u>		<u>(9,230)</u>
Change in cash and cash equivalents in the reporting period			15,237		(29,038)
Cash and cash equivalents at the beginning of reporting period			<u>180,272</u>		<u>209,310</u>
<b>Cash and cash equivalents at the end of the reporting period</b>			<u><u>195,509</u></u>		<u><u>180,272</u></u>
Cash at bank and in hand			188,514		173,731
Investments			<u>6,995</u>		<u>6,541</u>
			<u><u>195,509</u></u>		<u><u>180,272</u></u>



**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**1 ACCOUNTING POLICIES**

**a. Basis of Preparation**

Age UK Sutton is a charitable 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. The company is incorporated in England & Wales. The registered address is Sutton Gate, 1 Carshalton Road, Sutton SM1 4LE.

The nature of the charity's operations and principal activities are to promote the wellbeing of older people.

The charity constitutes a public benefit entity as defined by FRS 102.

The financial statements have been prepared in accordance with Accounting & 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 issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, and the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements have been prepared on the 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 have been rounded to the nearest pound.

**b. Going Concern**

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and expected income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

**c. Group Financial Statements**

Consolidated Financial Statements are prepared in respect of the company and its wholly owned subsidiary Age UK Sutton Trading Limited and results are consolidated on a line by line basis. A separate Statement of Financial Activities is not prepared as permitted by Section 408 the Companies Act 2006.

**d. Incoming Resources**

- Donations and other voluntary income are recognised when receivable by the charity.
- Grants and contracts including those for purchase of fixed assets are recognised in full in the year in which they are receivable.
- Legacies are accounted for at the earlier of:
  - the date on which the charity is aware that probate has been granted;
  - the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made; or
  - when a distribution is made from the estate.

Receipt of a legacy, in whole or part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**1 ACCOUNTING POLICIES / contd...**

**d. Incoming Resources /contd...**

- Investment income is accounted for in the period in which the charity is entitled to receipt.
- The income from user fees is recognised in the period to which it relates. Any income received in advance is treated as deferred income.
- Trading income received for services provided is recognised in the year in which it is due.

The value of services provided by volunteers is not incorporated in the financial statements. Details of the contribution of volunteers can be found in the trustees' annual report.

**e. Resources Expended**

Expenditure is recognised on an accrual basis as a liability is incurred and includes irrecoverable VAT.

Costs of raising funds comprise the costs associated with attracting voluntary income and fundraising.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for older people.

Other expenditure represents those costs not falling into any other heading.

**f. Allocation of Support Costs**

Costs are allocated to the particular activity where the costs relate directly to that activity. However, the costs of overall direction and administration on each activity, is apportioned on the basis of income received or staff time whichever gives a reasonable assessment.

**g. Deferred Income**

Where the donor imposes conditions and this requires a level of performance before entitlement can be obtained, the income is deferred until these conditions are fully met or the fulfilment of these conditions is within the control of the charity and it is probable that they will be fulfilled.

**h. Operating Leases**

Rental payable under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

**i. Pension Costs**

Contributions to the group's defined contribution pension scheme are charged to the Statement of Financial Activities in the year in which they become payable. The assets of the scheme are held separately from those of the group in an independently administered fund.

Contributions to The Pensions Trust's Growth Plan, a multi-employer scheme are charged to the Statement of Financial Activities in the year which they become payable and are accounted for in accordance with FRS 102.

**j. Taxation**

The charitable company is exempt from Corporation Tax on its charitable activities.

**k. Fixed Assets**

All expenditure under £500 is treated as an expense in the period.

Expenditure on capital purchases is depreciated on a straight line basis based on the expected useful life of the item.

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**1 ACCOUNTING POLICIES / contd...**

**k. Fixed Assets /contd...**

Fixtures and fittings	- 25.00% straight line
Computer equipment	- 33.33% straight line
Vehicles	- 25.00% straight line

**l. Investment in Subsidiary**

The investment in subsidiary is stated at cost.

**m. Investments**

Investments are stated at market value and all gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between proceeds of sale and cost of purchase. Unrealised gains and losses are calculated as the difference between the market value and the year end and opening market value (or purchase date if later). Realised and unrealised gains are not separated in the Statement of Financial Activities.

**n. Debtors**

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid at the balance sheet date.

**o. 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 amount.

**p. Creditors**

Trade and other creditors are recognised when the charity has present obligations resulting from past events and can be measured or estimated reliably. Creditors are recognised at their settlement amounts.

**q. 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.

**r. Unrestricted Funds**

Unrestricted funds are donations and other incoming resources receivable and income generated to fulfil the objects of the charity without further specified purpose and are available, as general funds, for use at the discretion of the trustees.

**s. Designated Funds**

Designated funds are unrestricted funds assigned for a particular purpose by the board of Trustees. The aim and purpose of the designated funds are set out in the notes to the accounts.

**t. Restricted Funds**

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors. Expenditure that meets these criteria is charged to the funds together with a fair allocation of management and support costs. The aim and purpose of the restricted funds are set out in the notes to the accounts.

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**1 ACCOUNTING POLICIES / contd...**

**u. Judgements and Estimates**

In the application of the company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The trustees believe there are no such significant items.

**2 DONATIONS AND LEGACIES**

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Donations	5,087	1,000	6,087	19,163
Legacies	77,565	-	77,565	6,500
	<u>82,652</u>	<u>1,000</u>	<u>83,652</u>	<u>25,663</u>

In 2021 £2,150 of donations and legacies were restricted.

**3 INCOME FROM CHARITABLE ACTIVITIES**

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
<b>User Fees and Other Income</b>				
Help At Home income	280,536	-	280,536	185,312
Consultancy fees	-	28,300	28,300	13,200
User fees and charges	5,456	-	5,456	11,287
Client shopping recharge income	-	60,669	60,669	77,374
	<u>285,992</u>	<u>88,969</u>	<u>374,961</u>	<u>277,173</u>
Grants and Contracts (see Note 4)	<u>550,836</u>	<u>407,611</u>	<u>958,447</u>	<u>1,005,595</u>
<b>Total Income from Charitable Activities</b>	<u>836,828</u>	<u>496,580</u>	<u>1,333,408</u>	<u>1,282,768</u>

In 2021 £538,749 of grants and contracts were restricted and £77,374 of client shopping recharge income was restricted.

**AGE UK SUTTON  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**4 GRANTS AND CONTRACTS**

	Unrestricted £	Restricted £	2022 Total £	2021 Total £
LB of Sutton* – Advice Link Partnership Sutton commission	40,000	-	40,000	62,612
LB of Sutton* – Emergency Funding Covid 19	-	46,000	46,000	86,388
Sutton CCG* – Home from Hospital commission	228,375	-	228,375	225,000
Sutton CCG – Emergency Funding Covid 19	-	-	-	43,393
Sutton CCG – Social Prescribing MDT*	-	-	-	105,000
Sutton CCG – Social Prescribing PCN*	71,729	168,341	240,070	131,463
Age UK – Brand Partner payment	10,000	-	10,000	15,000
Age UK - Better Later Lives: Grant	-	32,000	32,000	-
Age UK – Trading Commission: Grant	-	7,605	7,605	-
Age UK – Warm Homes	-	1,362	1,362	9,380
Age UK – Covid Emergency	-	-	-	37,539
Age UK – London SRF	-	10,000	10,000	20,000
Citizens Advice Sutton – AdviceLink Project	-	50,584	50,584	56,048
Imagine Independence – Sutton Uplift commission	38,000	-	38,000	38,000
City Bridge	-	12,083	12,083	28,750
ASDA Foundation – Welfare Grant	-	-	-	600
Mercers	-	35,417	35,417	25,030
CAF Resilience Fund	-	4,271	4,271	28,766
Independent Age (Nordic Walking)	-	-	-	12,500
London Community Funders	-	-	-	34,221
The National Lottery	-	3,080	3,080	18,478
City of London – Wave 1 and 2	-	-	-	16,748
Goundworks	-	-	-	500
Neighbourly Community Fund	-	-	-	400
Mercers – Covid Emergency	-	-	-	5,000
Skipton Building Society	-	-	-	2,280
Sutton Infrastructure	-	2,500	2,500	2,500
NHS Sutton – Winter Pressures	18,500	-	18,500	-
SW London & St Georges NHS Trust	64,000	-	64,000	-
LB Sutton – Dementia Peer Support	24,742	-	24,742	-
Guy's & St Thomas' NHS Foundation Trust	32,990	-	32,900	-
NHS Sutton CCG	20,000	-	20,000	-
Age UK – Emmanuel Hospital Foundation	-	2,500	2,500	-
Garfield Weston Foundation	-	25,000	25,000	-
National Lottery Community Fund – Walks for Wellbeing	-	6,868	6,868	-
Sir Jules Thorn Charitable Trust	1,500	-	1,500	-
Arnold Clarke Fund	1,000	-	1,000	-
	<u>550,836</u>	<u>407,611</u>	<u>958,447</u>	<u>1,005,595</u>

\* LB of Sutton – London Borough of Sutton; CCG – Clinical Commissioning Group; MDT- Multi-Disciplinary Team; PCN - Primary Care Network;

All grants were expended for the purpose for which they were intended.

**AGE UK SUTTON  
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**4 GRANTS AND CONTRACTS / contd...**

Included in 2021 were restricted grants and contracts of £xxx.

£86,000 of government grants were received (2021 - £149,000). This was commission funding paid by London Borough of Sutton for delivery of contracted Information and Advice services.

**5 INCOME FROM OTHER TRADING ACTIVITIES**

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Other	-	-	-	915
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

In 2021 no income from other trading activities was restricted.

**6 INVESTMENT INCOME**

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Dividends	4,429	-	4,429	4,912
Bank interest	9	-	9	10
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	<u>4,438</u>	<u>-</u>	<u>4,438</u>	<u>4,922</u>

In 2021 no investment income was restricted.

**7 RAISING FUNDS**

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Investment managers fees	1,937	-	1,937	2,545
Wages and salaries	58,755	-	58,755	34,809
Staff recruitment	58	-	58	-
Fundraising	2,524	-	2,524	2,094
General office expenses	7,816	-	7,816	7,023
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	<u>71,090</u>	<u>-</u>	<u>71,090</u>	<u>46,471</u>

In 2021 no expenses for raising funds were restricted.

**AGE UK SUTTON  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**8 CHARITABLE EXPENDITURE**

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Wages and salaries	566,660	402,465	969,125	902,373
Staff related costs	58,407	33,127	91,534	52,655
Volunteer expenses	1,733	71	1,804	487
Rent & rates	31,391	-	31,391	36,018
Cleaning & utilities	67	-	67	2,065
Legal & professional fees	-	-	-	9,000
Communication & postage	17,682	-	17,682	23,761
General office expenses	25,771	1,083	26,854	34,246
Depreciation	4,267	-	4,261	-
Client shopping	-	60,669	60,669	77,374
Support costs (note 9)	128,032	3,568	131,600	108,700
	<u>834,010</u>	<u>500,983</u>	<u>1,334,993</u>	<u>1,246,679</u>

In 2021 £591,125 of charitable expenditure was restricted.

**9 SUPPORT COSTS**

	Charitable Expenditure £	Total 2022 £
Wages and salaries	88,779	88,779
Staff related costs	10,646	10,646
Communications	8,606	8,606
Rent & rates	13,558	13,558
Cleaning & utilities	(304)	(304)
Other	8,896	8,896
Depreciation	1,419	1,419
	<u>131,600</u>	<u>131,600</u>

All support costs are deemed to relate wholly to charitable expenditure.

**AGE UK SUTTON  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**10 OTHER COSTS**

	Unrestricted Funds £	Restricted Funds £	2022 £	2021 £
Audit fee	11,700	-	11,700	7,500
Accountancy	1,033	-	1,033	1,000
Accountancy under accrued last year	2,940	-	2,940	84
Trustees expenses / AGM	3,764	-	3,764	452
Trustee recruitment / training	6,364	-	6,364	-
Pension interest	143	-	143	657
	<u>25,944</u>	<u>-</u>	<u>25,944</u>	<u>9,693</u>

In 2021 no other costs were restricted.

These costs are deemed to be the governance costs of the group.

**11 NET INCOMING RESOURCES FOR THE YEAR**

Group and Charity	2022 £	2021 £
This is stated after charging:		
Audit	8,820	7,500
Other services	3,000	1,084
Depreciation	4,268	2,401

**12 TRUSTEES AND KEY MANAGEMENT PERSONNEL REMUNERATION AND EXPENSES**

Trustees did not receive remuneration in the year for their services. During the year 3 Trustees (2021 – 2) were reimbursed expenses of £178 (2021 - £114) in respect of travel and subsistence. At the year end £Nil (2021 - £Nil) was owed to the trustees. The expenses claimed are in line with the Memorandum & Articles.

Key management received total remuneration of £200,631 (2021 - £153,409).

Trustee Indemnity Insurance is included within the charity's overall insurance. During the year the charity paid £4,819 (2021 - £3,636) in respect of Insurance.



**AGE UK SUTTON  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**13 STAFF COSTS AND NUMBERS**

<b>Group and Charity</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Aggregate payroll costs were:		
Wages and salaries	994,928	903,719
Social security costs	76,668	67,004
Other pension costs	23,641	20,872
	<u>1,095,237</u>	<u>991,595</u>

**Particulars of employees:**

The average number of full-time equivalent staff employed by the charity during the financial year amounted to:

	<b>2022</b>	<b>2021</b>
	<b>No.</b>	<b>No.</b>
Administrative staff	3.0	2.7
Management staff	3.8	2.8
Other	32.0	29.3
	<u>38.8</u>	<u>34.8</u>
	<b>2022</b>	<b>2021</b>
Employees earning over £60,000 per annum		
£60,000 - £69,999	<u>1</u>	<u>-</u>

**14 FIXED ASSETS**

<b>Group and Charity</b>	<b>Fixtures And Fittings £</b>	<b>Computer Equipment £</b>	<b>Total £</b>
<b>Cost</b>			
At 1 April 2021	2,826	6,000	8,826
Additions	-	7,448	7,448
	<u>2,826</u>	<u>13,448</u>	<u>16,274</u>
At 31 March 2022			
<b>Depreciation</b>			
At 1 April 2021	1,548	1,703	3,251
Charge for the year	707	3,561	4,268
	<u>2,255</u>	<u>5,264</u>	<u>7,519</u>
At 31 March 2022			
<b>Net book value</b>			
At 31 March 2022	<u>571</u>	<u>8,184</u>	<u>8,755</u>
At 31 March 2021	<u>1,278</u>	<u>4,297</u>	<u>5,575</u>

**AGE UK SUTTON  
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**15 INVESTMENT IN SUBSIDIARY**

<b>Charity</b>	<b>Share in group Undertakings £</b>
<b>Cost</b>	
At 1 April 2021	1
Impairment in year	(1)
	<hr/>
At 31 March 2022	-
	<hr/> <hr/>

The investment comprises a 100% owned subsidiary undertaking, Age UK Sutton Trading Limited which is registered in England, Company No. 07533799. The principal activity of Age UK Sutton Trading is limited to provision of sales of products and a gardening service to older people. The net loss of Age UK Sutton Trading Limited for the year ended 31 March 2022 was £1,513 (2021 – £650).

The company have applied to be struck off and the investment has been impaired in the year.

The aggregate share capital and reserves at the year end amounted to £(11,619) (2021 - £(10,106)).

**16 INVESTMENTS**

<b>Group and Charity</b>	<b>2022 £</b>	<b>2021 £</b>
Market value as at 1 April 2021	319,436	251,565
Additions	72,646	130,877
Disposals	(70,607)	(117,383)
Change in market value	2,658	54,377
	<hr/>	<hr/>
	324,133	319,436
Cash available to invest	6,995	6,541
	<hr/>	<hr/>
<b>Closing valuation</b>	<b>331,128</b>	<b>325,977</b>
	<hr/> <hr/>	<hr/> <hr/>
	<b>Market Value 2022 £</b>	<b>Market Value 2021 £</b>
<b>Quoted investments</b>		
Bonds	74,648	74,715
Equities	70,706	71,428
Global Investments	139,348	121,277
Open Ended Collectives	23,647	32,204
Property	12,042	8,767
Other	3,742	11,045
Cash	6,995	6,541
	<hr/>	<hr/>
	331,128	325,977
	<hr/> <hr/>	<hr/> <hr/>

**AGE UK SUTTON  
AND ITS SUBSIDIARY UNDERTAKING**

**NOTES TO THE FINANCIAL STATEMENTS  
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**16 INVESTMENTS / contd...**

The following investments account for more than 5% of the listed investments:

	<b>2022</b>	<b>2021</b>
Findlay Park FDS	-	5.24%
Link Fund Sol Ltd Trojan Income	5.57%	5.01%

**17 DEBTORS**

	<b>Group 2022 £</b>	<b>Group 2021 £</b>	<b>Charity 2022 £</b>	<b>Charity 2021 £</b>
<b>Amounts falling due within one year:</b>				
Trade debtors	55,488	64,584	55,488	64,584
Grants and directly charged services	145,477	183,804	145,477	183,804
Prepayments	3,928	2,779	3,928	2,779
Amounts due from Group undertakings	-	-	-	10,600
	<u>204,893</u>	<u>251,167</u>	<u>204,893</u>	<u>261,767</u>
<b>Amounts falling due after more than one year:</b>				
Grants and directly charged services	262,755	6,248	262,755	6,248
	<u>467,648</u>	<u>257,415</u>	<u>467,648</u>	<u>268,015</u>

In January 2022 the charity were notified of a 3 year grant for a new project starting on 1 April 2022. The full amount of the grant has been included as debtors, split between due within one year and due after one year. Corresponding amounts have been shown in deferred income in creditors.

**18 CREDITORS: Amounts falling due within one year**

	<b>Group 2022 £</b>	<b>Group 2021 £</b>	<b>Charity 2022 £</b>	<b>Charity 2021 £</b>
Trade creditors	26,201	11,122	26,201	11,122
Deferred Income	170,205	159,776	170,205	159,776
Other creditors	(729)	4,943	(729)	4,943
Accruals	13,002	43,507	13,002	42,504
	<u>208,679</u>	<u>219,348</u>	<u>208,679</u>	<u>218,345</u>

**AGE UK SUTTON  
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**19 CREDITORS: Amounts falling due after one year**

	<b>Group 2022 £</b>	<b>Group 2021 £</b>	<b>Charity 2022 £</b>	<b>Charity 2021 £</b>
Deferred income	262,755	6,248	262,755	6,248
	<u>262,755</u>	<u>6,248</u>	<u>262,755</u>	<u>6,248</u>

**20 DEFERRED INCOME**

The movement in deferred income is as follows:

	<b>Group 2022 £</b>	<b>Group 2021 £</b>	<b>Charity 2022 £</b>	<b>Charity 2021 £</b>
Balance at 1 April 2021	159,776	232,493	159,776	232,493
Amounts deferred in the period	426,712	159,776	426,712	159,776
Amount released to incoming resources	(153,528)	(232,493)	(153,528)	(232,493)
Balance at 31 March 2022	432,960	159,776	432,960	159,776
	<u>432,960</u>	<u>159,776</u>	<u>432,960</u>	<u>159,776</u>

**21 PENSION AND OTHER POST-RETIREMENT BENEFIT COMMITMENTS**

<b>Group and Charity</b>	<b>2022 £</b>	<b>2021 £</b>
Defined Contribution		
Contributions payable by the charity in the period	23,641	20,872
Multi-Employer Pension Plan		
Contributions payable by the charity in the period for defined benefit pension deficit	6,257	6,074
	<u>29,899</u>	<u>26,946</u>

Contributions of £6,394 (2021 - £4,840) were payable to pension schemes at the balance sheet date.

**AGE UK SUTTON  
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**22 PENSION SCHEME AND OTHER POST- RETIREMENT BENEFITS**

The company participates in the scheme, a multi-employer scheme which provides benefits to some 638 non-associated participating employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last-man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

A full actuarial valuation for the scheme was carried out at 30 September 2020. This valuation showed assets of £800.3m, liabilities of £831.9m and a deficit of £31.6m. To eliminate this funding shortfall, the Trustee has asked the participating employers to pay additional contributions to the scheme as follows:

**Deficit contributions**

From 1 April 2022 to 31 January 2025:	£3,312,000 per annum (payable monthly)
---------------------------------------	---

Unless a concession has been agreed with the Trustee the term to 31 January 2025 applies.

Note that the scheme's previous valuation was carried out with an effective date of 30 September 2017. This valuation showed assets of £794.9m, liabilities of £926.4m and a deficit of £131.5m. To eliminate this funding shortfall, the Trustee has asked the participating employers to pay additional contributions to the scheme as follows:

**Deficit contributions**

From 1 April 2019 to 30 September 2025:	£11,243,000 per annum (payable monthly and increasing by 3% each on 1st April)
---	---

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the Series 1 and Series 2 scheme liabilities.

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

**PRESENT VALUES OF PROVISION**

	31 March 2022 (£s)	31 March 2021 (£s)	31 March 2020 (£s)
Present value of provision	6,394	24,724	29,295

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**22 PENSION SCHEME AND OTHER POST- RETIREMENT BENEFITS / contd...**

**RECONCILIATION OF OPENING AND CLOSING PROVISIONS**

	Period Ending 31 March 2022 (£s)	Period Ending 31 March 2021 (£s)
Provision at start of period	24,724	29,295
Unwinding of the discount factor (interest expense)	143	657
Deficit contribution paid	(6,257)	(6,074)
Remeasurements - impact of any change in assumptions	(147)	846
Remeasurements - amendments to the contribution schedule	(12,069)	-
Provision at end of period	6,394	24,724

**INCOME AND EXPENDITURE IMPACT**

	Period Ending 31 March 2022 (£s)	Period Ending 31 March 2021 (£s)
Interest expense	143	657
Remeasurements – impact of any change in assumptions	(147)	846
Remeasurements – amendments to the contribution schedule	(12,069)	-
Costs recognised in income and expenditure account	-	-

**ASSUMPTIONS**

	31 March 2022 % per annum	31 March 2021 % per annum	31 March 2020 % per annum
Rate of discount	2.35	0.66	2.53

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

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**NOTES TO THE FINANCIAL STATEMENTS  
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**22 PENSION SCHEME AND OTHER POST- RETIREMENT BENEFITS / contd...**

The following schedule details the deficit contributions agreed between the company and the scheme at each year end period:

**DEFICIT CONTRIBUTIONS SCHEDULE**

Year ending	31 March 2022 (£s)	31 March 2021 (£s)	31 March 2020 (£s)
Year 1	2,330	6,257	6,074
Year 2	2,330	6,444	6,257
Year 3	1,941	6,638	6,444
Year 4	-	5,697	6,638
Year 5	-	-	5,697
Year 6	-	-	-
Year 7	-	-	-
Year 8	-	-	-
Year 9	-	-	-
Year 10	-	-	-
Year 11	-	-	-
Year 12	-	-	-
Year 13	-	-	-
Year 14	-	-	-
Year 15	-	-	-
Year 16	-	-	-
Year 17	-	-	-
Year 18	-	-	-
Year 19	-	-	-
Year 20	-	-	-

The company must recognise a liability measured as the present value of the contributions payable that arise from the deficit recovery agreement and the resulting expense in the income and expenditure account i.e. the unwinding of the discount rate as a finance cost in the period in which it arises.

It is these contributions that have been used to derive the company's balance sheet liability.

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**23 ANALYSIS OF GROUP NET ASSETS BETWEEN FUNDS**

	Unrestricted Funds £	Restricted Funds £	Total Funds £
Fixed assets	339,883	-	339,883
Current assets	226,090	167,317	393,407
Long term assets	-	262,755	262,755
Current liabilities	(65,279)	(143,400)	(208,679)
Long term liabilities	-	(262,755)	(262,755)
Pension Liability	(6,394)	-	(6,394)
	<u>494,300</u>	<u>23,917</u>	<u>518,217</u>
Net assets at 31 March 2022			

**Analysis of group net assets between funds for the year ended 31 March 2021**

	Unrestricted Funds £	Restricted Funds £	Total Funds £
Fixed assets	331,552	-	331,553
Current assets	253,008	173,384	426,392
Long term assets	-	6,248	6,248
Current liabilities	(73,283)	(146,065)	(219,348)
Long term liabilities	-	(6,248)	(6,248)
Pension Liability	(24,724)	-	(24,728)
	<u>486,552</u>	<u>27,320</u>	<u>513,874</u>
Net assets at 31 March 2021			



**AGE UK SUTTON  
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FOR THE YEAR ENDED 31 MARCH 2022**

**24 MOVEMENT IN FUNDS**

<b>Group and Charity</b>	<b>At 1 April 2021 £</b>	<b>Incoming Resources £</b>	<b>Outgoing Resources £</b>	<b>Transfers £</b>	<b>31 March 2022 £</b>
<b>Unrestricted Funds</b>					
Pension Liability	90,000	-	-	-	90,000
Total unrestricted funds excl. Pension	396,552	938,792	(931,044)	-	404,300
<b>Total unrestricted funds</b>	<b>486,552</b>	<b>938,792</b>	<b>(931,044)</b>	<b>-</b>	<b>494,300</b>

**Movement in unrestricted funds for Group and Charity the year ended 31 March 2021**

	<b>At 1 April 2020 £</b>	<b>Incoming Resources £</b>	<b>Outgoing Resources £</b>	<b>Transfers £</b>	<b>31 March 2021 £</b>
<b>Unrestricted Funds</b>					
Pension Liability	90,000	-	-	-	90,000
Total unrestricted funds excl. Pension	354,116	755,172	712,085	(651)	396,552
<b>Total unrestricted funds</b>	<b>444,116</b>	<b>755,172</b>	<b>712,085</b>	<b>(651)</b>	<b>486,552</b>

**Purpose of designated funds**

- Pension Liability - to meet the potential cost associated should the group need to buy-out the cost associated with the defined benefit scheme.

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**NOTES TO THE FINANCIAL STATEMENTS  
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**24 MOVEMENT IN FUNDS / contd...**

<b>Group and Charity</b>	<b>At 1 April 2021 £</b>	<b>Incoming Resources £</b>	<b>Outgoing Resources £</b>	<b>31 March 2022 £</b>
<b>Restricted Funds</b>				
Advice Link	-	50,584	(50,584)	-
City Bridge	-	12,083	(12,083)	-
Sutton ICBF	-	2,500	(2,500)	-
Better Lives	-	32,000	(32,000)	-
ASDA Foundation	-	500	(500)	-
Mercers Company	-	35,417	(17,990)	17,427
Warm Homes	-	1,362	(1,362)	-
Covid Emergency Funds	-	46,000	(46,000)	-
Skipton Building Society	1,332	-	-	1,332
The National Lottery	-	3,080	(3,080)	-
Independent Age	12,500	-	(12,500)	-
Age UK London	13,488	10,000	(18,330)	5,158
Client Shopping	-	60,669	(60,669)	-
Social Prescribing	-	168,341	(168,341)	-
Garfield Weston	-	25,000	(25,000)	-
Age Friendly	-	28,300	(28,300)	-
Walks for Wellbeing	-	7,368	(7,368)	-
Age UK London Lottery & TAM	-	7,605	(7,605)	-
Emmanuel Hospital	-	2,500	(2,500)	-
Nordic Walking Sutton	-	4,271	(4,271)	-
<b>Total restricted funds</b>	<b>27,320</b>	<b>497,580</b>	<b>(500,983)</b>	<b>23,917</b>
<b>Total funds</b>	<b>513,872</b>	<b>1,445,072</b>	<b>(1,432,027)</b>	<b>526,917</b>

The purpose of the restricted funds is set out below:

- Covid Emergency Funds – includes funds from various sources to enable continuation of provision of services to support clients through the crisis.
- Skipton Building Society – to purchase tablets for clients to use to provide virtual book club.
- The National Lottery – to support befriending volunteers.
- CAF Resilience Fund – to support increase in demand for Community Support service.
- Independent Age – to support Age UK core resilience during Covid crisis.
- Age UK London – to support a due diligence project.
- Advice on the road – City Bridge – Mobile information and advice for older people across Sutton, with a focus on reaching the most vulnerable and isolated members of the community.
- Better Lives is a programme to tackle loneliness, including assessment, methodology, goal setting, signposting and outcome measuring.
- Social Prescribing is a contract with NHS England to provide Social Prescribing services to the local Primary Care network. The restricted element of the contract relates to specified Link Worker posts directly reimbursed.
- Advice Link – grant to provide advice line for the older people.
- Sutton Community Fund – intra-structure grant.
- Asda Foundation – for Silver Sunday.
- Mercers Company – for development of Community Connectors service to better meet needs of local community in Sutton.
- Warm Homes – to continue to deliver advice around warm homes programme.
- Garfield Weston – for provision of care services.

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**24 MOVEMENT IN FUNDS / contd...**

- Age Friendly – for engagement programme.
- Walks for Wellbeing –
- Age UK London Lottery & TAM – grant for contribution to core services.
- Emmanuel Hospital –
- Nordic Walking Sutton – provision of exercise classes.
- Client Shopping – repayment of monies from clients for shopping purchased for them.

**Movement in restricted funds for Group and Charity the year ended 31 March 2021**

Restricted Funds	At 1 April 2020 £	Incoming Resources £	Outgoing Resources £	Transfers £	31 March 2021 £
ALPS	-	-	-	-	-
Advice Link	-	56,048	(56,048)	-	-
City Bridge	-	28,750	(28,750)	-	-
Sutton ICBF	-	2,500	(2,500)	-	-
Better Lives	-	-	-	-	-
Sutton Community Fund	-	-	-	-	-
ASDA Foundation	-	900	(900)	-	-
Mercers	-	25,030	(25,681)	651	-
Warm Homes	-	9,380	(9,380)	-	-
Covid Emergency Funds	-	191,817	(191,817)	-	-
Skipton Building Society	-	2,280	(948)	-	1,332
London Community Funders					
Wave 3	-	34,221	(34,221)	-	-
The National Lottery	-	18,478	(18,478)	-	-
CAF Resilience Fund	-	28,766	(28,766)	-	-
Independent Age	-	12,500	-	-	12,500
Age UK London	-	20,000	(6,512)	-	13,488
Client Shopping	-	77,374	(77,374)	-	-
Social Prescribing	-	110,229	(110,229)	-	-
Total restricted funds	-	618,273	(591,604)	651	27,320
Total funds	444,115	1,319,068	(1,302,843)	-	513,872

**25 FINANCIAL OBLIGATIONS**

Operating lease payments represent rentals payable by the Group and Charity. At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows: -

**Group and Charity**

	Land and Buildings	
	2022 £	2021 £
Less than one year	8,750	35,000
Between two and five years	-	8,750

**AGE UK SUTTON  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**26 CONTROL**

There are no controlling parties.

**27 RECONCILIATION OF CONSOLIDATED NET INCOME / (EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Net income for the reporting period</b>	4,345	69,756
Adjustments for:		
Depreciation charges	4,268	2,401
(Gains)/losses on investments	(2,658)	(54,377)
Gain on sale of fixed assets	-	(4,800)
Dividends and interest from investments and bank	(4,438)	(4,922)
(Increase)/decrease in debtors	(210,233)	10,056
Increase/(decrease) in creditors	245,838	(35,553)
Movement in provisions	(18,330)	(4,571)
<b>Net cash provided by operating activities</b>	<u>18,792</u>	<u>(22,010)</u>

**28 RECONCILIATION OF CHARITY NET INCOME / (EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Net income for the reporting period</b>	(5,765)	70,406
Adjustments for:		
Depreciation charges	4,268	2,401
Impairment of investments	1	-
Profit on disposal of fixed assets	-	(4,800)
(Gains)/losses on investments	(2,658)	(54,377)
Dividends and interest from investments and bank	(4,438)	(4,922)
(Increase)/decrease in debtors	(199,633)	11,410
Increase/(decrease) in creditors	246,841	(35,355)
Movement in provisions	(18,330)	(4,571)
<b>Net cash provided by operating activities</b>	<u>20,286</u>	<u>(19,808)</u>

**AGE UK SUTTON  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**29 FINANCIAL INSTRUMENTS**

The carrying amounts of the charity's financial instruments are as follows:

	<b>Group 2022 £</b>	<b>Group 2021 £</b>	<b>Charity 2022 £</b>	<b>Charity 2021 £</b>
<b>Financial assets</b>				
Debt instruments measured at amortised costs	250,997	246,350	250,997	246,350
Equity instruments measured at cost less impairment	<u>324,133</u>	<u>319,436</u>	<u>324,133</u>	<u>319,436</u>
<b>Financial Liabilities</b>				
Financial liabilities measured at amortised cost	<u>38,474</u>	<u>59,572</u>	<u>38,474</u>	<u>58,569</u>

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