

REGISTERED COMPANY NUMBER: 04107491 (England and Wales)
REGISTERED CHARITY NUMBER: 1087176

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
FOR
THE KINGS ARMS YOUTH PROJECT**

Traviss & Co Ltd
Chartered Certified Accountants
Newtown House
38 Newtown Road
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GU30 7DX

THE KINGS ARMS YOUTH PROJECT
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FOR THE YEAR ENDED 31 MARCH 2022

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THE KINGS ARMS YOUTH PROJECT

CHAIRPERSON'S REPORT FOR THE YEAR ENDED 31 MARCH 2022

The King's Arms survived Covid and lockdown, staying open and responsive to the needs of the young people of Petersfield and Alton. Whilst many services closed or slowed down, we have been both busy and proactive, with both centres serving hundreds of young people every week. The 'Journey Project' has taken us into Alton College, serving 16-19 year olds in partnership with an Alton Church.

Both the communities of Alton and Petersfield have given wonderful support, volunteering help with building maintenance, helping with the various clubs we run, raising funds and getting the message out there that we care for young people. We continue to provide mentoring so when other services have waiting lists of over a year we can step in and provide a listening ear and a caring heart.

Now clubs have been running face to face for some time we are recruiting volunteers to support those clubs. Two volunteers at an after school drop-in club will enable us to double the number of young people who can attend each session. If you would consider volunteering for such a role, please drop us an email and we can chat and offer you training to get started. If you have other skills you would like to help us with that would be very much appreciated. If you are a part of a local organisation you feel would be interested to know more about The King's Arms one of our team or a Trustee would be pleased to make a presentation to any group.

I don't know how teenage life was for you but I didn't enjoy those years until my church vicar invited me and others to form a youth group. He allowed us to use a spare room and we met every Monday. Since those days I have always been involved in youth work and personally know it makes a real difference so please consider whether you can give us some of your time.

Staff this year have been remarkable, (as we have come to expect) going well beyond the call of duty and, as visitors often point out, our centres are just like a home! We take this as a great compliment. If you would like to visit either centre we shall be open to view when we hold our AGM on the 14th January 2023.

My special thanks and appreciation go to our CEO Caroline Aeschliman whose skill at bringing everything together and organising, training and fitting everybody in so we can all play to our strengths is wonderful, thank you Caroline. Our deputy manager Mandy May Martin is another bundle of energy and creativity and has given many years of tireless service for which we are very grateful. Of course, I consider every member of staff is amazing and I thank them all.

I wish to express special thanks for all the support given to me and KA by our Trustees, who are all volunteers and several who have been in this role for many years.

If I had to sum up what the King's Arms stands for I will choose HOPE. With all the mental health stress and the pressure and pain of being a teenager at this time, HOPE is the very best thing we can serve them with. Join me by celebrating the skill, generosity and energy with which the communities of Petersfield and Alton are determined to serve their young people. Another great year, enjoy the report.

John Callaghan, Chair of Trustees

THE KINGS ARMS YOUTH PROJECT

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the charity as set out in the memorandum of association are:

'the advancement of education and training so as to increase the physical, mental and spiritual capacities of young people under 25 years and where appropriate other members of the community so that they may grow to full maturity as responsible individuals and members of society, and that their conditions of life may be improved.'

At the heart of The King's Arms work are its aims, which are to facilitate young people to:

- feel positive about themselves
- feel valued as individuals
- be supported to make wise, informed decisions
- have a safe and fun space to meet
- be part of a community to which they contribute
- have opportunities to talk and discover meaning in life

These aims are underpinned by our three values which are the basis of the way we do the work we do:

- Valuing: We want every young person to know that they are important and matter to us. We want them to know that we believe in them, and we will treat them with kindness and compassion within appropriate boundaries.
- Empowering: We want every young person to know we are invested in their future and the potential within them. We want to see them be resilient, responsible and flourishing by enabling and equipping them in a supportive environment.
- Relational: We want every young person to feel that they are part of a community where they belong and fit. We want them to develop positive, healthy, respectful relationships in a safe space where they can have trusted conversations.

Significant activities

Over the last year the team of 12 staff, 3 interns and 29 volunteers enabled the following activities:

- Open Access: providing After School clubs and holiday hangouts in a safe space to meet with friends, have fun and have access to experienced youth workers for advice and guidance.
- Mentoring: supporting young people in either one to one or in groups, both at school and in our centres, to develop their self-belief, emotional resilience and positive relationships.
- Young carers programme - giving respite to those who are caring for a relative, providing the opportunity to meet with other carers, having fun in clubs or trips, and getting support either one to one or in groups.
- Additional needs groups - having a club night and outings for young people with autism and down syndrome at their pace with organised activities that help with socialisation and independence.
- Journey programme - supporting those who are Christians or want to explore the Christian faith, having a safe place to discuss 'big questions' of life or hang out with others who share their beliefs.
- Youthlink - bringing together key people for strategy, supporting practitioners and volunteers who provide services for young people, and giving opportunities for young people to have a voice.
- Personal Support - providing financial support from local grants for particular young people in times of greatest need.

THE KINGS ARMS YOUTH PROJECT

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

ACHIEVEMENT AND PERFORMANCE

This year we are pleased to say we delivered the following sessions for young people (yp):

Work Area	Sessions	Attendances	Different yp
After School	275	2182	206
OA Evening	18	88	18
1 to 1 Mentoring	159	159	26
Group Mentoring	291	1117	142
Young Carers	177	617	47
Additional Needs	69	244	14
Journey	64	207	34

Successes:

We offered most of our usual programmes with just a few closures. It has been a hard year as the level of referral has been more complex, but the staff have risen to the occasion looking at signposting, and how to 'hold' young people on waiting lists for professional support. We got recurrent funding for our work with behaviour young people for up to 3 years. We had a number of visits from key people to our new buildings, including our local MP, councillors, potential funders, social prescribers and local head of schools. We employed new staff; we invested in various training sessions and several staff stepped up to take on new roles and responsibilities. We talked about what it means (and doesn't) to be a Christian Charity and we supported each other through changing needs and evolving priorities. We were involved in mock interviews in the local school, ran several trips and escape rooms, increased our numbers of volunteers and junior volunteers and had work experience young people.

Impact Case Studies:

Open Access: Our After School sessions provide a safe place for young people to come whether they need support or advice with a situation or just want to hang out before going home. Most days there is at least 1 person who hasn't eaten properly so we then ensure they have food while here with us. We've been able to meet several needs of the young people who come including 1:1 help, introducing them to new people and supporting them with homework. Here's a quote from a Young Person who attends most days: The King's Arms after school sessions have helped me so much as it is a safe place for me to go and talk to lovely people and relax there. It's good after school as I can talk to anyone about my school day and how it was, and instead of going home straight away I can go there and have fun. All the staff are really nice and supportive, and I feel safe to trust any of them with whatever stuff I'm going on as I find talking to people a good coping mechanism for me.

Mentoring: As always, the young people that we have seen this year in our Aspire group mentoring programme have all had their own challenges, some struggled with controlling their anger, others with poor choices and toxic friendships. We worked with them, building their self-esteem and confidence and developed their aspirations and future goals; we helped them to see that their choices can shape their future. There were tears and laughter, but also trust and learning; a number of young people trusted us enough to make disclosures, and many learnt to control their anger, make better choices at school or step away from friendships that were not beneficial to them. In their words this is what we achieved:

"KA helps when we were in trouble and upset"

"I've become nicer, I haven't hit people that much. I get on with my friends more. I'm not as rude with people when I get jealous or angry or sad. Kinda learnt to control my emotions."

"being able to know I can talk to someone and being heard and a break from school as it gets overwhelming at times."

"I've had less detentions since coming to The King's Arms"

Young Carers: J is 17 and cares for their younger siblings as parents are separated and Mum must work early shifts, one of J's younger brothers has health issues and struggles with school attendance. Since starting on our young carers programme J feels he now has something he can call his own and somewhere he feels he belongs, and he is with other young people who get it. He says, "I really look forward to attending my young carers session, it's hard to explain why, but it just makes me feel relaxed and happy, I love chatting to the youth workers, I feel they really care about me and make me feel valued".

THE KINGS ARMS YOUTH PROJECT

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

Since starting with us last year, J now attends college and has just started volunteering at our 2 junior sessions, he says, "I feel I just want to help other young carers feel the warmth that I feel, I really want to be part of it. It also enables me to have a break more regularly, which I feel is good for my mental health. I also like the challenge of pushing myself a little, out of my comfort zone and the feeling of having to step up and take on a different type of responsibility, that's fun."

J has really shown us great maturity and great enthusiasm to want to be part of the team, for us it also means we can support him better as a young carer, as his college is not one, we can access so this way we get to see him more regularly as well as gain a fantastic volunteer.

Additional Needs: K is now 13 and has Autism, they struggle to be social with the others in the group because they are high functioning. So it has been really nice over the last couple of months to watch them build a relationship with two of our D of E students who are volunteering for us. They have enjoyed being able to choose from the many board games we have on offer and having a young person to sit down and play 1-1 with them, competitively and to be able to challenge them. Through this we have seen them become happier in other areas, so now when being asked to come and join the group, they are more willing to join in and engage with the other young people. We have also noticed some empathy creeping in with the younger members of the group and K seems to gravitate towards them and has enjoyed engaging them in games of air hockey at the beginning of each session. K has also been very keen to teach another young person how to play Pool, the D of E students have been able to encourage this by playing in pairs. K is always very neutral with his feelings when asked what they like about Club, but recently was heard to say, "I like to come to KA because there is so much to do". Mum says K really enjoys coming and she really appreciates the time to go food shopping as this is something K refuses to do.

Journey: 'L' was a year 13 student at Alton College who first encountered KA through our Monday sessions (Journey) in college where we would engage young people at the college refectory with a meaningful question of the day in return for a doughnut. She became a regular visitor and from there began to attend our college hangout sessions at KA. As our relationship grew, she was able to share with us a range of current issues that were troubling her including difficulties with her parents, self-harm and eating disorders plus thoughts of suicide. KA were able to support her as she accessed professional help and we provided some respite to the pressures of her life. During this time she shared with staff where she drew spiritual sustenance and KA were able to offer her prayer and a deeper understanding of the Christian faith. Despite some particularly dark times for her we were able to support her through the completion of her A Levels and on to university.

Challenges:

We were very clear with our guidelines and protocols for working with Covid and although this meant staff were away from the centres from time to time, the team worked hard to prioritise our delivery and provide cover. What perhaps was unexpected was the amount of referrals we have been receiving and the complexity and severity of those cases. It has been necessary to remind ourselves, and those referring to us, the purpose of our services and expectations around how we can help.

Now that we have a second youth centre there are hopes around the growth of our provision in Alton and this has needed to be managed and planned for. We have therefore restructured our teams to be more effective by being more local. This also helps with fuel costs for our staff. Alongside this is the cost of heating in our buildings, particularly in Alton which is inefficient and needs replacing once we can raise funds for it. We are currently researching options.

Learning:

One thing we have learned is the importance of self-care and looking after our staff. They are an extremely giving team but need to be protected from burn-out. We have talked about how to support each other, how to look after ourselves and how our structuring can assist this.

Another learning is clarity around our provision and our USP. We need to ensure that we are meeting the needs of those young people who require youth work. Some are coming with the expectation they will be getting a counsellor which is not the case; we are a listening ear and facilitate an opportunity for the young person to talk and reflect.

THE KINGS ARMS YOUTH PROJECT

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

FINANCIAL REVIEW

Financial position

The Statement of Financial Activities on page 9 of the financial statements shows net income for the year of £13,318 (2021: net expenditure £12,250). The surplus was used towards the capital repayments on the mortgage. This was particularly made possible by kind donations towards core costs by two trust funds. We continue to be extremely grateful to individual donors who support us on a regular basis.

Reserves carried forward at 31/03/2022 are as follows:

Restricted £nil (2021 : £nil)

Unrestricted £1,094,148 (2021: £1,080,830)

After excluding tangible fixed assets and mortgage advance this stands at £208,147.

Principal funding sources

The Kings Arms is funded across a number of sources. Funds are received from local, district and County councils, local schools, churches, Big Lottery, Children in Need, Hampshire and Isle of Wight Community Foundation, individual donors, trust funds, Councillor grants, local businesses and organisations. A detailed list of these is on page 23 of the financial statements.

Reserves policy

The Trustees have examined the charity's requirements for reserves in the light of the main risks to the organisation. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be between 3 and 6 months of the expenditure. The target is currently between £90,000 and £181,000.

The reserves are needed to meet the working capital requirements of the charity in the event of a drop in funding. The Trustees are confident that at the current level of reserves that they would be able to continue the current activities of the charity in the event of a significant drop in funding.

Going concern

The charity has a policy of applying for grants and funds for 3 years or more whenever this is possible which supports sustainability of the King's Arms. It also has a strong relationship with its local communities and this is seen in ongoing and regular support from individuals, businesses and organisations. Risk is mitigated by spreading fundraising across a variety of avenues and using a number of the leadership team to promote their projects with passion and commitment. Budgets have been prepared for the next year showing cash flow projections and priorities for fundraising.

FUTURE DEVELOPMENTS

Services

We continue to prioritise our 4 main areas of delivery - open access, mentoring, targeted work and journey, looking for an equal spread across each of the 4 streams of work. There is still some development work to do with a) the journey programme and working with the churches which Dom is taking responsibility for, and b) with the services offered through the Alton centre. The King's Arms is also open to conversations about further development of its services.

Personnel

Following a restructuring to local and regional teams we will continue to monitor how this works to be most effective. Our managers have been taking on a role within fundraising and also take a lead in different areas of our strategic plan. Our priorities over the next year are to invest in volunteers both adult and junior. Jen Hammersley has moved to the Alton local team to take on a key role in developing the services we offered in Alton. Larisa Mendresse Elder has stepped up to manage group mentoring, and Annemarie Woods returns to 1:1 mentoring management to fill the gap left by Jen. Sarah Beechcroft Kay will be taking a lead for our youth work conference alternative.

Buildings

With the major elements of building works complete and allowing our centres to be operational we start to look towards phase 2 for each of our centres. We need proper heating in Alton and need to develop the courtyard space and toilets in Petersfield. We continue to find resolution to some drainage and water egress challenges. We have a project to look at ensuring our building are as efficient as possible to manage increasing heating costs.

THE KINGS ARMS YOUTH PROJECT

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The organisation is a charitable company limited by guarantee, incorporated on 14 November 2000 and registered as a charity on 26 June 2001. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Recruitment and appointment of new trustees

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as members of the Management Committee. The Articles of Association require that one third of the members retire each year. If the number of members is not divisible by three then the number nearest to one third shall retire. If the vacancy arising from the retirement is not filled, the retiring trustee, if willing to act, shall be deemed to have been reappointed.

Trustees have been selected for the skills and experience they can bring to the charity so when a vacancy arises someone with knowledge and expertise that is required to complement the skills of the other trustees is sought as a candidate. The trustees are currently looking for one or two additional trustees that can represent relationships with Alton, and experience with finance. All Trustees give their time voluntarily and received no benefits from the charity.

Organisational structure

Caroline Aeschliman is the Chief Executive and she is assisted by 11 members of staff including Will Schofield, the office manager and Lisa Hillan, the Youthlink Manager. The Chief Executive presents a report to the trustees at their meetings. Some of the trustees have specific areas of expertise that she can draw on at any time between meetings. The Programme managers for each project are asked to give a written or verbal report to the trustees on their work on a regular basis and have direct access to the trustees if they require it.

Related parties

Caroline Aeschliman and her husband Tim gave accommodation to an international intern who was placed at The King's Arms and were given £150 against expenses.

Risk management

The trustees meet every six weeks and throughout the year devoted much time to reviewing policies and creating systems to mitigate the impact of key risks. Caroline Aeschliman, the Chief Executive, worked closely with the trustees to inform us of the risks she has perceived and what action is needed to be taken. The risk register is reviewed at each trustees meeting.

There are sub committees for Personnel, Governance and Buildings; each of these have been very active in the year. The Personnel committee undertake interviews for new staff on behalf of the trustees the staff handbook is now signed off. The governance committee continues with the regular reviews of policies. The Buildings Committee is moving to a place of maintenance only with regular updates with the office manager.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04107491 (England and Wales)

Registered Charity number

1087176

Registered office

20 Dragon Street
Petersfield
Hampshire
GU31 4JJ

THE KINGS ARMS YOUTH PROJECT

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

Trustees

J F Callaghan

Mrs A C Deakin

S J Field

R Emmens

Mrs C L Pilkington (resigned 30.9.21)

Rev A Micklefield

Independent Examiner

Mrs N Roberts FCCA

Association of Chartered Certified Accountants

Traviss & Co Ltd

Chartered Certified Accountants

Newtown House

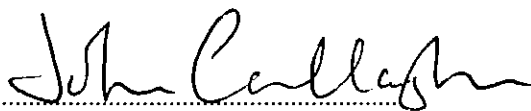
38 Newtown Road

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Hampshire

GU30 7DX

Approved by order of the board of trustees on ²¹.....December 2022 and signed on its behalf by:



J F Callaghan - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE KINGS ARMS YOUTH PROJECT**

Independent examiner's report to the trustees of The Kings Arms Youth Project ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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



Mrs N Roberts FCCA
Association of Chartered Certified Accountants
Traviss & Co Ltd
Chartered Certified Accountants
Newtown House
38 Newtown Road
Liphook
Hampshire
GU30 7DX

Date: 21 December 2022

THE KINGS ARMS YOUTH PROJECT

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	113,876	201,504	315,380	400,627
Other trading activities	3	7,095	1,882	8,977	3,350
Investment income	4	81	-	81	204
Other income		1,518	-	1,518	30,256
Total		122,570	203,386	325,956	434,437
EXPENDITURE ON					
Raising funds		5,279	1,310	6,589	3,291
Charitable activities					
Costs of providing charitable activities		39,059	202,076	241,135	403,222
Other		64,914	-	64,914	40,174
Total		109,252	203,386	312,638	446,687
NET INCOME/(EXPENDITURE)		13,318	-	13,318	(12,250)
RECONCILIATION OF FUNDS					
Total funds brought forward		1,080,830	-	1,080,830	1,093,080
TOTAL FUNDS CARRIED FORWARD		1,094,148	-	1,094,148	1,080,830

The notes form part of these financial statements

THE KINGS ARMS YOUTH PROJECT

BALANCE SHEET 31 MARCH 2022

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	9	1,113,947	-	1,113,947	1,117,254
CURRENT ASSETS					
Debtors	10	15,862	-	15,862	47,652
Cash at bank and in hand		262,822	17,475	280,297	211,917
		<u>278,684</u>	<u>17,475</u>	<u>296,159</u>	<u>259,569</u>
CREDITORS					
Amounts falling due within one year	11	(131,798)	(17,475)	(149,273)	(68,098)
NET CURRENT ASSETS		<u>146,886</u>	<u>-</u>	<u>146,886</u>	<u>191,471</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,260,833</u>	<u>-</u>	<u>1,260,833</u>	<u>1,308,725</u>
CREDITORS					
Amounts falling due after more than one year	12	(166,685)	-	(166,685)	(227,895)
NET ASSETS		<u>1,094,148</u>	<u>-</u>	<u>1,094,148</u>	<u>1,080,830</u>
FUNDS	16				
Unrestricted funds				1,094,148	1,080,830
TOTAL FUNDS				<u>1,094,148</u>	<u>1,080,830</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

THE KINGS ARMS YOUTH PROJECT

**BALANCE SHEET - continued
31 MARCH 2022**

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on²¹December 2022 and were signed on its behalf by:

.....
J F Callaghan - Trustee

The notes form part of these financial statements

THE KINGS ARMS YOUTH PROJECT

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

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

Donated services and facilities are included at the value to the charity where this can be quantified. The value of gifts in kind are included at a price that would be paid on the open market.

Grants received in the year that relate to a period after the year end are treated as deferred income at the year end.

Expenditure

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

Costs of providing charitable activities comprise all expenditure identified as wholly or mainly attributable to achieving the objects of the charity. These costs include staff costs, attributable support costs and an apportionment of general overheads. Other costs are those costs incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements. Salary costs not attributable directly to providing charitable activities are allocated to other costs.

Transfer of costs from unrestricted to restricted funds

All project salaries are allocated against restricted grant income and donations received for a particular project. A proportion of the Chief Executive's time and overheads are allocated against the restricted projects (funds) where possible.

Tangible fixed assets

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

Freehold property	- not provided
Fixtures & Fittings	- 33% on cost
Computer equipment	- 50% on cost

Taxation

As a non-profit making body, the Charity believes that it is exempt from all the forms of taxation other than value added tax.

Fund accounting

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

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

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

THE KINGS ARMS YOUTH PROJECT

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

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

Going concern

The trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the company to continue as a going concern. The trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that The Kings Arms has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the charity's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations from supporters and local businesses	44,862	58,249
Donations from local churches	30,139	9,303
Gift aid	3,447	5,077
Trusts	59,850	49,075
Grants	177,082	278,923
	<u>315,380</u>	<u>400,627</u>

3. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Fundraising events	6,772	3,184
Tuckshop income	323	66
Attendance charges	1,882	100
	<u>8,977</u>	<u>3,350</u>

THE KINGS ARMS YOUTH PROJECT

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

4. INVESTMENT INCOME

	2022	2021
	£	£
Deposit account interest	81	204
	<u> </u>	<u> </u>

5. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Depreciation - owned assets	3,307	4,003
Other operating leases	18,741	27,367
	<u> </u>	<u> </u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' expenses

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

7. STAFF COSTS

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

	2022	2021
	12	13
Employees	<u> </u>	<u> </u>

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

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	75,293	325,334	400,627
Other trading activities	3,250	100	3,350
Investment income	204	-	204
Other income	30,256	-	30,256
	<u> </u>	<u> </u>	<u> </u>
Total	109,003	325,434	434,437
	<u> </u>	<u> </u>	<u> </u>
EXPENDITURE ON			
Raising funds	1,192	2,099	3,291
Charitable activities			
Costs of providing charitable activities	32,698	370,524	403,222

THE KINGS ARMS YOUTH PROJECT

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

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
Other	40,174	-	40,174
Total	74,064	372,623	446,687
NET INCOME/(EXPENDITURE)	34,939	(47,189)	(12,250)
Transfers between funds	10,000	(10,000)	-
Net movement in funds	44,939	(57,189)	(12,250)
RECONCILIATION OF FUNDS			
Total funds brought forward	1,035,891	57,189	1,093,080
TOTAL FUNDS CARRIED FORWARD	1,080,830	-	1,080,830

9. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures & Fittings £	Computer equipment £	Totals £
COST				
At 1 April 2021	1,110,000	8,873	7,956	1,126,829
Disposals	-	(143)	-	(143)
At 31 March 2022	1,110,000	8,730	7,956	1,126,686
DEPRECIATION				
At 1 April 2021	-	2,755	6,820	9,575
Charge for year	-	2,587	720	3,307
Eliminated on disposal	-	(143)	-	(143)
At 31 March 2022	-	5,199	7,540	12,739
NET BOOK VALUE				
At 31 March 2022	1,110,000	3,531	416	1,113,947
At 31 March 2021	1,110,000	6,118	1,136	1,117,254

THE KINGS ARMS YOUTH PROJECT
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	15,460	47,652
Prepayments	402	-
	<u>15,862</u>	<u>47,652</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Bank loans and overdrafts (see note 13)	61,261	14,066
Social security and other taxes	4,112	383
Accruals and deferred income	77,753	44,592
Accrued expenses	6,147	9,057
	<u>149,273</u>	<u>68,098</u>

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022	2021
	£	£
Bank loans (see note 13)	<u>166,685</u>	<u>227,895</u>

13. LOANS

An analysis of the maturity of loans is given below:

	2022	2021
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>61,261</u>	<u>14,066</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>38,761</u>	<u>60,426</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	127,924	167,469

THE KINGS ARMS YOUTH PROJECT

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

14. LEASING AGREEMENTS

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

	2022	2021
	£	£
In more than five years	<u>152,044</u>	<u>163,911</u>

15. SECURED DEBTS

The following secured debts are included within creditors:

	2022	2021
	£	£
Bank loans	<u>227,946</u>	<u>241,961</u>

The bank loan balance is a 15 year mortgage re 20 Dragon Street and is secured on the property.

16. MOVEMENT IN FUNDS

	At 1.4.21	Net movement in funds	At
	£	£	31.3.22
			£
Unrestricted funds			
General fund	1,080,830	13,318	1,094,148
	<u>1,080,830</u>	<u>13,318</u>	<u>1,094,148</u>
TOTAL FUNDS			
	<u>1,080,830</u>	<u>13,318</u>	<u>1,094,148</u>

THE KINGS ARMS YOUTH PROJECT

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

16. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	122,570	(109,252)	13,318
Restricted funds			
Open Access - After School and Evenings and Online services			
(HIWCF, Big Lottery, Petersfield Town Council, CAF, personal and organisation donations)	13,714	(13,714)	-
Special Needs			
(HCC Short Breaks)	17,009	(17,009)	-
Young Carers			
(Big Lottery, Hampshire County Council, personal and organisation donations)	56,384	(56,384)	-
Personal Support (including PASRIN)	505	(505)	-
Alton Development			
(Alton Town Council and EHDC Supporting communities)	25,000	(25,000)	-
Mentoring and Inclusion			
(OPCC Aspire, EHDC Supporting Communities, BBC Children in Need, HIWCF)	41,155	(41,155)	-
Petersfield Building			
(EHDC Supporting Communities and Councillor grants, AHF, SDNP CIL, Bernard Sunley, personal and organisation donations)	5,068	(5,068)	-
Youthlink			
(Big Lottery)	22,256	(22,256)	-
Journeys - Alton College Project			
(Parish of the Resurrection)	22,295	(22,295)	-
	<u>203,386</u>	<u>(203,386)</u>	<u>-</u>
TOTAL FUNDS	<u>325,956</u>	<u>(312,638)</u>	<u>13,318</u>

THE KINGS ARMS YOUTH PROJECT

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

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General fund	1,035,891	34,939	10,000	1,080,830
Restricted funds				
Building costs fund	57,189	(47,189)	(10,000)	-
TOTAL FUNDS	<u>1,093,080</u>	<u>(12,250)</u>	<u>-</u>	<u>1,080,830</u>

THE KINGS ARMS YOUTH PROJECT

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

16. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	109,003	(74,064)	34,939
Restricted funds			
Building costs fund	90,595	(137,784)	(47,189)
Open Access - After School and Evenings and Online services			
(HIWCF, Big Lottery, Petersfield Town Council, CAF, personal and organisation donations)	25,732	(25,732)	-
Special Needs			
(HCC Short Breaks)	21,350	(21,350)	-
Young Carers			
(Big Lottery, Hampshire County Council, personal and organisation donations)	59,762	(59,762)	-
Personal Support (including PASRIN)	655	(655)	-
Alton Development			
(Alton Town Council and EHDC Supporting communities)	25,000	(25,000)	-
Mentoring and Inclusion			
(OPCC Aspire, EHDC Supporting Communities, BBC Children in Need, HIWCF)	35,214	(35,214)	-
Alton Building			
(EHDC, personal, church and organisation donations)	34,256	(34,256)	-
Youthlink			
(Big Lottery)	24,098	(24,098)	-
Journeys - Alton College Project			
(Parish of the Resurrection)	8,772	(8,772)	-
	<u>325,434</u>	<u>(372,623)</u>	<u>(47,189)</u>
TOTAL FUNDS	<u><u>434,437</u></u>	<u><u>(446,687)</u></u>	<u><u>(12,250)</u></u>

THE KINGS ARMS YOUTH PROJECT

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

16. MOVEMENT IN FUNDS - continued

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

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.22 £
Unrestricted funds				
General fund	1,035,891	48,257	10,000	1,094,148
Restricted funds				
Building costs fund	57,189	(47,189)	(10,000)	-
TOTAL FUNDS	<u>1,093,080</u>	<u>1,068</u>	<u>-</u>	<u>1,094,148</u>

THE KINGS ARMS YOUTH PROJECT

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

16. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	231,573	(183,316)	48,257
Restricted funds			
Building costs fund	90,595	(137,784)	(47,189)
Open Access - After School and Evenings and Online services			
(HIWCF, Big Lottery, Petersfield Town Council, CAF, personal and organisation donations)	39,446	(39,446)	-
Special Needs			
(HCC Short Breaks)	38,359	(38,359)	-
Young Carers			
(Big Lottery, Hampshire County Council, personal and organisation donations)	116,146	(116,146)	-
Personal Support (including PASRIN)	1,160	(1,160)	-
Alton Development			
(Alton Town Council and EHDC Supporting communities)	50,000	(50,000)	-
Mentoring and Inclusion			
(OPCC Aspire, EHDC Supporting Communities, BBC Children in Need, HIWCF)	76,369	(76,369)	-
Petersfield Building			
(EHDC Supporting Communities and Councillor grants, AHF, SDNP CIL, Bernard Sunley, personal and organisation donations)	5,068	(5,068)	-
Alton Building			
(EHDC, personal, church and organisation donations)	34,256	(34,256)	-
Youthlink			
(Big Lottery)	46,354	(46,354)	-
Journeys - Alton College Project			
(Parish of the Resurrection)	31,067	(31,067)	-
	<u>528,820</u>	<u>(576,009)</u>	<u>(47,189)</u>
TOTAL FUNDS	760,393	(759,325)	1,068

THE KINGS ARMS YOUTH PROJECT

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

16. MOVEMENT IN FUNDS - continued

Name of restricted fund, nature and purpose of the fund:

New Building Petersfield (incorporating building costs fund) - funds towards the purchase of and building works at the Petersfield Youth Centre.

Open Access - providing activities after school, in the evenings, or holidays in a safe place to meet with friends, have fun, and have access to experienced youth workers for advice and guidance.

Special Needs: having a club night for young people with Autism or Downs Syndrome at their pace with organised activities that help socialisation and independence while giving parents some respite.

Young Carers: giving respite to young people who are caring for a relative by providing the opportunity to meet with other carers and have some fun in clubs or on trips, or getting support one to one or in groups.

Mentoring (incorporating inclusion) - supporting young people either one to one or in groups, in or outside school to develop their self-belief, emotional resilience and positive relationships.

Youthlink (and volunteering) - strategically bringing together key people, supporting practitioners and volunteers who provide services for young people and giving opportunities for young people to have a voice.

Personal Support: - financial support from local grants for particular individuals in times of need.

Alton Development - costs to facilitate the King's Arms to set up new youth hub and provide youth services in Alton,

New Building Alton - funds towards the building works at Alton youth centre,

Journeys - work into Alton College supported by the Anglican Diocese of Winchester.

17. RELATED PARTY DISCLOSURES

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

THE KINGS ARMS YOUTH PROJECT
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations from supporters and local businesses	44,862	58,249
Donations from local churches	30,139	9,303
Gift aid	3,447	5,077
Trusts	59,850	49,075
Grants	177,082	278,923
	<u>315,380</u>	<u>400,627</u>
Other trading activities		
Fundraising events	6,772	3,184
Tuckshop income	323	66
Attendance charges	1,882	100
	<u>8,977</u>	<u>3,350</u>
Investment income		
Deposit account interest	81	204
Other income		
Room hire and rent	-	1,670
Small Business Covid Grant	-	20,000
Job retention scheme grant	1,518	8,586
	<u>1,518</u>	<u>30,256</u>
Total incoming resources	325,956	434,437
EXPENDITURE		
Raising donations and legacies		
Telephone	1,590	1,201
Postage and stationery	2,865	1,707
Bar purchases	847	-
IT Software expenses	1,287	383
	<u>6,589</u>	<u>3,291</u>
Charitable activities		
Wages	146,396	155,549
Social security	7,892	8,273
Pensions	3,158	1,654
Other operating leases	18,741	27,367
Carried forward	176,187	192,843

This page does not form part of the statutory financial statements

THE KINGS ARMS YOUTH PROJECT

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2022**

	2022 £	2021 £
Charitable activities		
Brought forward	176,187	192,843
Rates and water	2,133	2,493
Insurance	3,954	5,461
Light and heat	9,995	1,542
Postage and stationery	129	132
Repairs and maintenance	14,095	781
Sundries	4,187	5,489
Young carers expenses	6,254	2,594
After school expenses	2,445	1,049
Mentoring expenses	2,214	1,574
Special Needs expenses	644	876
PASRIN Distributions	505	655
Youth Link expenses	7,018	6,099
Alton development expenses	547	462
Alton College Project expenses	1,169	35
	231,476	222,085
Support costs		
Governance costs		
Wages	64,914	40,174
Social security	2,898	916
Pensions	854	1,299
Accountancy fees	2,000	1,920
Legal fees	110	13
Bookkeeping	341	328
Bank charges	149	132
Subscriptions	-	163
New building costs	-	172,362
Fixtures and fittings	2,587	2,355
Computer equipment	720	1,649
	74,573	221,311
Total resources expended	312,638	446,687
Net income/(expenditure)	13,318	(12,250)

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