

Company registration number: 4244870

Charity registration number: 1089316

# Real Aid

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 July 2020

Sian Broughton ACMA, CGMA, DChA, MAAT  
Chartered Management Accountant, Director of:  
Phoenix Accountancy and Business Consultancy Limited  
Morley's Cottage, Morley's Yard  
Walkergate  
Beverley, East Yorkshire  
HU17 9BY

## Real Aid

### Contents

Reference and Administrative Details	1
Trustees' Report	2 to 6
Statement of Trustees' Responsibilities	7
Independent Examiner's Report	8
Statement of Financial Activities	9
Balance Sheet	10
Notes to the Financial Statements	11 to 20

## Real Aid

### Reference and Administrative Details

<b>Chief Executive Officers</b>	Mrs Abigail Killick Mr Lindsay Killick
<b>Trustees</b>	Mrs Martha (Mona) Tucker Mr Jonathan Raine, Chair Mr William Hart Mrs Barbara Raine
<b>Secretary</b>	Mr William Hart
<b>Principal Office</b>	Unit 4-6 Riverside Works Hull Bridge Road Tickton East Yorkshire HU17 9RT  The charity is incorporated in England and Wales.
<b>Company Registration Number</b>	4244870
<b>Charity Registration Number</b>	1089316
<b>Solicitors</b>	Williamsons Solicitors Limited 45 Lowgate Hull HU1 1EN
<b>Bankers</b>	Barclays 4 North Bar Within Beverley HU17 8AY
<b>Accountant</b>	Forrester Boyd Robson Limited Kingfisher Court Plaxton Bridge Road Woodmansey Beverley HU17 0RT
<b>Independent Examiner</b>	Sian Broughton ACMA, CGMA, DChA, MAAT Chartered Management Accountant, Director of: Phoenix Accountancy and Business Consultancy Limited Morley's Cottage, Morley's Yard Walkergate Beverley, East Yorkshire HU17 9BY

## **Real Aid**

### **Trustees' Report**

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and independent examiners report of the charitable company for the year ended 31 July 2020.

#### **Objectives and activities**

##### ***Objects and aims***

The basic objectives of the charity are to offer help and relief.

As set out in the memorandum & articles of association the objects of the charity are to advance education worldwide and for the public benefit to relieve persons and in particular children who are suffering sickness, need, hardship or distress anywhere in the world as a result of famine, drought, flood, war or any other calamity.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

##### ***Use of volunteers***

The trustees are incredibly grateful and thank all the volunteers that help in our shops and at the warehouse, they are a valuable part of our team and their hard work and commitment is very much appreciated. We would also thank the private and national companies, for the generous donations that has contributed this year to help Real Aid carry out its work.

# **Real Aid**

## **Trustees' Report**

### **Achievements and performance**

UK Projects, gifts in kind.

#### **Foodbanks**

This year has ended with the outbreak of COVID-19 in March, with the country closing bringing new challenges to overcome. Our foodbank has been in huge demand and we are delighted to say that all our beneficiary's and many new ones have been able to receive their usual weekly food bags and bread throughout year. During lockdown, we continued our weekly distribution delivering to those who found themselves in isolation, over the year we have distributed around two thousand five hundred bags of food in the Bridlington area.

We continue to work closely and supply our partners in several community groups in Hull enabling to reach many families in need, with food, fresh bread and hygiene products including:

UNITY IN THE COMMUNITY

GYROSCOPE

THE SCHOOLGIRL MUMS UNIT (Attached to the Venn Boulevard Centre, Hull)

Also

KINGFISHER CAFE (for the homeless in Bridlington)

#### **Furniture re-use scheme**

The furniture re-use scheme continues to be extremely popular and supplies a large amount of furniture and household packs to those in need across the East Riding county, especially the vulnerable and marginalised families, helping them to restart their lives and settle into a safe environment. It is a sad reflection on our society that so many families are suffering especially those with children. Many referrals are from the local authority, social services and children's centres and at times from private individuals. We aim to provide help wherever possible.

#### **Overseas goods in kind**

In December we were pleased to send our Partners Childlife International in the Netherlands a large shipment of aid, consisting of 25 Pallets Christmas gift boxes, wash powder and toiletries to be distributed at children's homes and orphanages in Moldova and Romania. Real Aid do not employ any overseas staff or volunteers.

#### **Financial review**

During the period ended 31 July 2020 total funding received of £335,743 exceeded expenditure of £285,755. The excess of income over expenditure was £49,988.

At 31 July 2020 the net book value of fixed assets was £nil and movements in tangible fixed assets are shown in note 14 to the financial statements. The charity has general unrestricted funds in surplus of £26,188.

#### **Policy on reserves**

It is the policy of the charity to maintain the net current assets, which are the free reserves of the charity, at a level which equates to approximately four months expenditure. This provides sufficient funds to cover the running costs, and management administration and support costs. However, due to the continuing difficulties over the past years this has not been possible, and we do not expect this to change or improve over the next year.

#### **Principal funding sources**

The principal source of funding remains shops and private donations.

# **Real Aid**

## **Trustees' Report**

### **Structure, governance and management**

#### ***Nature of governing document***

Real Aid is a company limited by guarantee governed by its Memorandum and Articles of Association dated July 2001. It is registered as a charity with the Charity Commission. Anyone over the age of 18 can become a member of Real Aid.

#### ***Recruitment and appointment of trustees***

Trustees are nominated from the membership and serve for 2 years, although they can stand for re-election. The trustees also have the right to co-opt trustees when required.

All members are circulated with invitations to nominate trustees prior to the election advising them of the retiring trustees and requesting nominations. When co-opting trustees, the board has regard to the requirements of any specific skills needed.

#### ***Induction and training of trustees***

Real Aid advises trustees to attend appropriate training provided by outside trainers. All trustees are required and encouraged to spend as much time as possible at the Headquarters, understanding the complexities of the work of Real Aid.

#### ***Organisational structure***

The board of trustees meets at least three times a year, though often it meets informally at other times. The joint executive officers are appointed by the trustees to manage the day to day operations of the charity.

# **Real Aid**

## **Trustees' Report**

### **Relationships with related parties**

#### **Childslife International Netherlands**

Real Aid continues to have a close relationship with the above organisation to distribute in Countries where Real Aid has no staff or distribution system. Our system of aid distribution is well documented, so we have exact details of who received aid and where exactly it was distributed. Likewise, our partner has similar methods which they use and submit reports to Real Aid. The use of partners allows us to reach far more people without additional costs.

### **Major risks and management of those risks**

Our challenge this year was to give stability to the charity after some tough years, our shops are our income and the trustees thank all our shop managers for their commitment and hard work in keeping the shops vibrant, interesting, and welcoming. With a loyal customer base they have managed to keep good footfall at a time when the High Street and retail is struggling. With steady takings and good finance, the trustees are pleased to say the charity has reached its aim this year of becoming free of debt. The trustees thank Abi and Lindsay for their determination, hard work and foresight in achieving this goal.

The closing due to COVID-19 has been a blow to retail sector, however since the re-opening we have been extremely busy, overwhelmed with donations and humbled by the support the public have given to Real Aid, and we are delighted to have retained all our staff. The trustees realise that the coming months during this pandemic will not be easy but with the help received for the government and the charity being in a better financial position we feel positive and in a reasonably good position to be able to continue helping all those in need during the following year.

The charity has a Risk Management Strategy which comprises: -

1. Annual review
2. Ongoing assessment of risks
3. Implementation of strategies to limit risks

Reviews have highlighted several risks which are: -

1. Key staff personnel risk - which is ongoing
2. Theft and security in Real Aid charity shops - reviewed regularly
3. Overseas risks
4. Trustees
5. Drop in financial donations /retail takings

#### **Key staff personnel risk**

Mrs Abigail Killick and Mr Lindsay Killick are joint executive officers of the charity, the trustees have every confidence in the ability to move the charity forward in challenging times.

#### **Theft and security in Real Aid charity shops**

This risk has always been with Real Aid as whenever money is handled there are risks. Random purchases are made by outsiders on behalf of Real Aid from the charity shops to enable us to determine trust and honesty of volunteers. Other random checks are made and to date only 3 from a total of 45 shop volunteers have been asked to leave, and none in the last 5 years. An improvement in security with shop managers is ongoing and procedures have greatly improved the situation, we feel very lucky and honoured to have such loyal and hardworking volunteers.

#### **Trustees**

As our work and responsibilities have increased the trustees and management recognise the need to both increase the numbers of trustees and attract more from professional backgrounds.

## Real Aid

### Trustees' Report

#### Financial instruments

##### **Objectives and policies**

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.


##### **Credit risk**

The charity's principal financial assets are bank balances and cash, which the charity's risk is primarily attributable to. The charity has no significant concentration of credit risk, with exposure spread over a large number of customers.

##### **Liquidity risk**

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance. Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The annual report was approved by the trustees of the charity on 11-04-21 and signed on its behalf by:



Mr Jonathan Raine  
Trustee

##### **Disclosure of information to Independent Examiner**

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant independent examination information and to establish that the charity's independent examiner is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the independent examiner is unaware.

##### **Small Company Provisions**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.



## Real Aid

### Statement of Trustees' Responsibilities

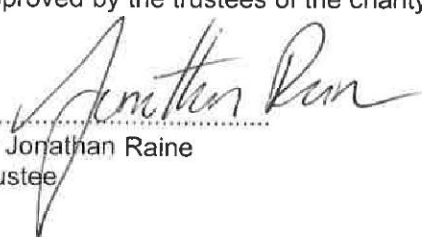
The trustees (who are also the directors of Real Aid for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS102);
- 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 11-04-21 and signed on its behalf by:

  
Mr Jonathan Raine  
Trustee

## Real Aid

### Independent Examiner's Report to the trustees of Real Aid

I report on the accounts of Real Aid for the year ended 31 July 2020, which are set out on pages 9 to 20.

#### Responsibilities and Basis of Report

As the charity's trustees of the Company (who are also the directors of the company 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 for this year 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

The company's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Chartered Institute of Management Accountants.

I have completed my examination. I confirm that no material matters have come to my attention which gives me cause to believe that:

- accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- the accounts have not been prepared in accordance with the Charities SORP (FRS102).

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.



Sian Broughton ACMA, CGMA, DChA, MAAT  
Chartered Institute of Management Accountants

Chartered Management Accountant, Director of:  
Phoenix Accountancy and Business Consultancy Limited  
Morley's Cottage, Morley's Yard  
Walkergate  
Beverley, East Yorkshire  
HU17 9BY

Date: 19 April 2021

## Real Aid

### Statement of Financial Activities for the Year Ended 31 July 2020 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

		Unrestricted funds	Restricted funds	Total 2020
	Note	General £	£	£
<b>Income and Endowments from:</b>				
Donations and legacies	3	135,711	26,114	161,825
Charitable activities	4	-	13,947	13,947
Other trading activities	5	159,318	-	159,318
Investment income	6	653	-	653
Total Income		<u>295,682</u>	<u>40,061</u>	<u>335,743</u>
<b>Expenditure on:</b>				
Raising funds	7	(189,090)	(26,114)	(215,204)
Charitable activities	8	(70,552)	-	(70,552)
Total Expenditure		<u>(259,642)</u>	<u>(26,114)</u>	<u>(285,756)</u>
Net income		<u>36,040</u>	<u>13,947</u>	<u>49,987</u>
Net movement in funds		36,040	13,947	49,987
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>(23,800)</u>	-	<u>(23,800)</u>
Total funds carried forward	19	<u><u>12,240</u></u>	<u><u>13,947</u></u>	<u><u>26,187</u></u>
			<b>Unrestricted funds</b>	
	Note	General £		Total 2019 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	90,246		90,246
Other trading activities	5	216,633		216,633
Investment income	6	12,499		12,499
Total Income			<u>319,378</u>	<u>319,378</u>
<b>Expenditure on:</b>				
Raising funds	7	(236,290)		(236,290)
Charitable activities	8	(77,434)		(77,434)
Total Expenditure			<u>(313,724)</u>	<u>(313,724)</u>
Net income			<u>5,654</u>	<u>5,654</u>
Net movement in funds			5,654	5,654
<b>Reconciliation of funds</b>				
Total funds brought forward			<u>(29,454)</u>	<u>(29,454)</u>
Total funds carried forward	19		<u><u>(23,800)</u></u>	<u><u>(23,800)</u></u>

All of the charity's activities derive from continuing operations during the above two periods.  
The funds breakdown for 2020 and 2019 is shown in note 19.

# Real Aid

(Registration number: 4244870)  
Balance Sheet as at 31 July 2020

	Note	2020 £	2019 £
<b>Current assets</b>			
Debtors	15	6,979	5,472
Cash at bank and in hand		<u>36,276</u>	<u>36</u>
		43,255	5,508
<b>Creditors: Amounts falling due within one year</b>	16	<u>(17,068)</u>	<u>(29,308)</u>
<b>Net assets/(liabilities)</b>		<u>26,187</u>	<u>(23,800)</u>
<b>Funds of the charity:</b>			
<b>Restricted funds</b>		13,947	-
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>12,240</u>	<u>(23,800)</u>
<b>Total funds</b>	19	<u>26,187</u>	<u>(23,800)</u>

For the financial year ending 31 July 2020 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

## Directors' responsibilities:

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

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

The financial statements on pages 9 to 20 were approved by the trustees, and authorised for issue on 11/4/2021 and signed on their behalf by:



Mrs Barbara Raine  
Trustee

## **Real Aid**

### **Notes to the Financial Statements for the Year Ended 31 July 2020**

#### **1 Charity status**

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

The address of its registered office is:

Unit 4-6 Riverside Works  
Hull Bridge Road  
Tickton  
East Yorkshire  
HU17 9RT

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

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

##### **Statement of compliance**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

##### **Basis of preparation**

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

The financial statements are presented in sterling and are rounded to the nearest pound.

##### **Going concern**

After making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The directors are confident that the measures put in place over the last year and measures still to put in place will improve the company's performance, liquidity and solvency position. Accordingly, the directors continue to adopt the going concern basis in preparing the financial statements.

##### **Exemption from preparing a cash flow statement**

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

##### **Income and endowments**

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

##### **Donations and legacies**

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

## Notes to the Financial Statements for the Year Ended 31 July 2020

### **Grants receivable**

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

### **Gifts in kind**

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

- (i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.
- (ii) Those donated for onward transmission to beneficiaries are included in the Statement of Financial Activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.
- (iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.

### **Investment income**

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

### **Expenditure**

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

### **Raising funds**

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

### **Charitable activities**

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

### **Support costs**

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

### **Governance costs**

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

### **Government grants**

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

## Real Aid

### Notes to the Financial Statements for the Year Ended 31 July 2020

#### Taxation

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

#### Tangible fixed assets

Individual fixed assets costing £500.00 or more are initially recorded at cost.

#### Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Furniture and equipment	Fully amortised
Motor vehicles	Fully amortised

#### Cash and cash equivalents

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

#### Trade creditors

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

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

#### Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### Fund structure

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

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

## Real Aid

### Notes to the Financial Statements for the Year Ended 31 July 2020

#### 3 Income from donations and legacies

	Unrestricted funds	Restricted funds	Total 2020	Total 2019
	General £	£	£	£
Donations and legacies;				
Donations from individuals	13,286	-	13,286	15,648
Grants, including capital grants;				
Government grants	55,000	26,114	81,114	-
Gifts in kind	67,425	-	67,425	74,598
	<u>135,711</u>	<u>26,114</u>	<u>161,825</u>	<u>90,246</u>

#### 4 Income from charitable activities

	Restricted funds	Total 2020
	£	£
Local community aid grant	<u>13,947</u>	<u>13,947</u>

#### 5 Income from other trading activities

	Unrestricted funds	Total 2020	Total 2019
	General £	£	£
Trading income;			
Shop income from sale of donated goods and services	<u>159,318</u>	<u>159,318</u>	<u>216,633</u>
	<u>159,318</u>	<u>159,318</u>	<u>216,633</u>

#### 6 Investment income

	Unrestricted funds	Total 2020	Total 2019
	General £	£	£
Interest receivable and similar income;			
Interest receivable on bank deposits	<u>653</u>	<u>653</u>	<u>12,499</u>



## Real Aid

### Notes to the Financial Statements for the Year Ended 31 July 2020

#### 7 Expenditure on raising funds

##### a) Costs of trading activities

	Unrestricted funds			
	General	Restricted	Total	Total
	£	funds	2020	2019
	£	£	£	£
Office costs	9,182	-	9,182	10,733
Charity shops	53,058	-	53,058	63,846
Warehouse	21,933	-	21,933	23,700
Legal fees	13	-	13	413
Allocated support costs	1,686	-	1,686	2,298
Staff Costs	94,318	26,114	120,432	119,857
Governance costs	8,900	-	8,900	15,443
	<u>189,090</u>	<u>26,114</u>	<u>215,204</u>	<u>236,290</u>

#### 8 Expenditure on charitable activities

	Unrestricted funds			
	General	Total	Total	
	£	2020	2019	
	£	£	£	
Donation & distribution goods in kind	67,425	67,425	74,598	
Direct Aid	3,127	3,127	2,836	
	<u>70,552</u>	<u>70,552</u>	<u>77,434</u>	

## Real Aid

### Notes to the Financial Statements for the Year Ended 31 July 2020

#### 9 Analysis of governance and support costs

##### Governance costs and allocated support costs

	Unrestricted funds	Total 2020	Total 2019
	General £	£	£
Audit fees			
Other fees paid to accountant	4,572	4,572	4,664
Independent examiner fees			
Examination of the financial statements	690	690	660
Other governance costs	3,638	3,638	10,119
Allocated support costs	1,686	1,686	2,298
	10,586	10,586	17,741

##### Allocated support costs breakdown:

Telephone expenses £1,638 (2019 - £2,048)

Sundry expenses £49 (2019 - £250)

Total £1,687 (2019 - £2,298)

#### 10 Trustees remuneration and expenses

During the prior year Mrs Abigail Killick and Mr Lindsey Killick, Joint Chief Executive Officers, of the Charity were added as Directors to Companies House. This was an error made by the Charity and was not supported by any minutes of the Charity. Once the Charity had been made aware of their error a resignation was submitted to Companies House. During this period the following payments were made to them:

##### Mrs Abigail Killick

Mrs Abigail Killick received a salary of £Nil (2019: £9,400)

##### Mr Lindsay Killick

Mr Lindsay Killick received a salary of £Nil (2019: £12,760)

#### 11 Staff costs

The aggregate payroll costs were as follows:

	2020 £	2019 £
<b>Staff costs during the year were:</b>		
Wages and salaries	114,267	116,106
Social security costs	4,445	2,742
Pension costs	1,720	1,009
	120,432	119,857

## Real Aid

### Notes to the Financial Statements for the Year Ended 31 July 2020

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2020 No	2019 No
Average number of persons employed	<u>9</u>	<u>9</u>

Contributions to the employee pension schemes for the year totalled £1,720 (2019 - £1,009).

No employee received emoluments of more than £60,000 during the year.

#### 12 Independent examiner's remuneration

	2020 £	2019 £
Examination of the financial statements	<u>690</u>	<u>660</u>

#### 13 Taxation

The charity is a registered charity and is therefore exempt from taxation.

#### 14 Tangible fixed assets

	Furniture and equipment £	Motor vehicles £	Total £
<b>Cost</b>			
At 1 August 2019	<u>12,819</u>	<u>17,592</u>	<u>30,411</u>
At 31 July 2020	<u>12,819</u>	<u>17,592</u>	<u>30,411</u>
<b>Depreciation</b>			
At 1 August 2019	<u>12,819</u>	<u>17,592</u>	<u>30,411</u>
At 31 July 2020	<u>12,819</u>	<u>17,592</u>	<u>30,411</u>
<b>Net book value</b>			
At 31 July 2020	<u>-</u>	<u>-</u>	<u>-</u>
At 31 July 2019	<u>-</u>	<u>-</u>	<u>-</u>

#### 15 Debtors

	2020 £	2019 £
Prepayments	1,133	833
VAT recoverable	1,698	1,639
Other debtors	<u>4,148</u>	<u>3,000</u>
	<u>6,979</u>	<u>5,472</u>

## Real Aid

### Notes to the Financial Statements for the Year Ended 31 July 2020

#### 16 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	(387)	3,828
Other taxation and social security	1,049	4,490
Other creditors	3,084	7,891
Accruals	13,322	13,099
	<u>17,068</u>	<u>29,308</u>

#### 17 Pension and other schemes

##### Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £Nil (2019 - £Nil).

#### 18 Commitments

##### Capital commitments

Commitments relating to various land & buildings leases up to 5 years totalling £52,819 (2019 - £108,823).

The total amount contracted for but not provided in the financial statements was £Nil (2019 - £Nil).

## Real Aid

### Notes to the Financial Statements for the Year Ended 31 July 2020

#### 19 Funds

	Balance at 1 August 2019 £	Incoming resources £	Resources expended £	Balance at 31 July 2020 £
<b>Unrestricted funds</b>				
General	(23,800)	295,682	(259,642)	12,240
<b>Restricted funds</b>	<u>-</u>	<u>40,061</u>	<u>(26,114)</u>	<u>13,947</u>
<b>Total funds</b>	<u>(23,800)</u>	<u>335,743</u>	<u>(285,756)</u>	<u>26,187</u>

A breakdown of the restricted funds are shown below:

	Balance at 1 August 2019	Incoming Resources	Resources expended	Balance at 31 July 2020
Coronavirus Job Retention Scheme	-	26,114	(26,114)	-
Local Community Aid for Brexit Preparations	-	13,947	-	13,947
<b>Total Restricted Funds</b>	<u>-</u>	<u>40,061</u>	<u>(26,114)</u>	<u>13,947</u>

#### Coronavirus Job Retention Scheme

Restricted funds were received from HMRC for staffing costs in relation to employees that were furloughed due to the Coronavirus Pandemic (Covid-19).

#### Local Community Aid for Brexit Preparations

Restricted funds were received from East Riding of Yorkshire Council to provide food parcels to individuals in need.

	Balance at 1 August 2018 £	Incoming resources £	Resources expended £	Balance at 31 July 2019 £
<b>Unrestricted funds</b>				
General	<u>(29,454)</u>	<u>319,378</u>	<u>(313,724)</u>	<u>(23,800)</u>

#### 20 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	General £	£	£
Current assets	29,308	13,947	43,255
Current liabilities	<u>(17,068)</u>	<u>-</u>	<u>(17,068)</u>
<b>Total net assets</b>	<u>12,240</u>	<u>13,947</u>	<u>26,187</u>

## Real Aid

### Notes to the Financial Statements for the Year Ended 31 July 2020

#### 21 Analysis of net funds

	At 1 August 2019 £	Cash flow £	At 31 July 2020 £
Cash at bank and in hand	36	36,240	36,276
Net asset	36	36,240	36,276

#### 22 Related party transactions

During the year the charity made the following related party transactions:

##### **Mrs Barbara Raine (Trustee)**

Mrs Barbara Raine loaned the charity certain funds. At the year end, the amount owed to Mrs Barbara Raine totalled £2,691 (2019 - £7,611). No interest is payable on this loan.

##### **Mrs A Killick and Mr L Killick (related to Barbara Raine, Trustee)**

During the year remuneration was paid to Mrs A Killick £13,484 (2019 - £15,081) and Mr L Killick £21,479 (2019 - £21,905).

During the year Mrs A Killick and Mr L Killick sacrificed an amount of their wages to donations to the charity, Mrs A Killick £nil (2019 - £3,009) and Mr L Killick £nil (2019 - £2,775).

In addition to this salary sacrifice Mrs A Killick and Mr L Killick donated an additional £nil (2019 - £8,529) to the charity.