

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 2021

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 to 10
Balance Sheet	11
Notes to the Financial Statements	12 to 21

Real Aid

Reference and Administrative Details

Chief Executive Officers	Mrs Abigail Killick Mr Lindsay Killick
Trustees	Mrs Martha (Mona) Tucker Mr Jonathan Raine, Chair Mr William Hart Mrs Barbara Raine
Secretary	Mr William Hart
Principal Office	Unit 4-6 Riverside Works Hull Bridge Road Tickton East Yorkshire HU17 9RT The charity is incorporated in England and Wales.
Company Registration Number	4244870
Charity Registration Number	1089316
Solicitors	Williamsons Solicitors Limited 45 Lowgate Hull HU1 1EN
Bankers	Barclays 4 North Bar Within Beverley HU17 8AY
Accountant	Forrester Boyd Robson Limited Kingfisher Court Plaxton Bridge Road Woodmansey Beverley HU17 0RT
Independent Examiner	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 2021.

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

The trustees are pleased to present the report for the financial year of 2020/2021. The trustees are incredibly grateful and thank all of 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 have contributed this year to help Real Aid carry out its work; in particularly local supermarkets in Bridlington for all the extra support during the Covid 19 Pandemic.

The second year into this Covid 19 pandemic has proved again to be very challenging. The Trustees are delighted that despite the constant lockdowns Real Aid has weathered the storm. When our shops were open trade was very good, and the trustees are extremely grateful to all our staff for their hard work and loyalty. It is also with the help of all the government grants and payments that have been available that all our staff have been retained and able to work when not on furlough. With hopefully the last of lockdowns, we can move forward and continue with stability, be able to grow and improve to help those less fortunate in society.

Foodbanks

Our foodbank in Bridlington is longstanding, has been running since 2009 and is vital to so many in difficulty. Although the shop we run the foodbank from was closed we were able to still run our weekly foodbank from the front door. Over 2,500 bags of food have been donated to benefit family's in Bridlington and in Hull through our partners with a value of £42,983.59, an increase on last year of £3,812.00. We were also able to give christmas toys to our recipients with children on the foodbank thanks to a generous private donation. Real Aid is extremely grateful to all those who continued to donate and to Mr Lindsay Killick for volunteering to collect during lockdown our weekly bread order from our donor factory. 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:

The Schoolgirls Mums Unit (attached to the Venn Boulevard Centre Hull)
Unity in the Community
Gyroscope
The Vulcan Centre
Kingfisher cafe in Bridlington (who support for the homeless)
The Hinge (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. This has been particularly difficult during the pandemic, however we have still been able to help, and the trustees thank Mr Lindsay Killick who volunteered during the pandemic to deliver goods to those in need, 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

Due to the pandemic we unable able hold our annual shoebox appeal with our partners in the Netherlands. Unfortunately, this influences our overall GIK.

Real Aid

Trustees' Report

Financial review

During the period ended 31 July 2021 total funding received of £304,455 exceeded expenditure of £286,962. The excess of income over expenditure was £17,493.

At 31 July 2021 the net book value of fixed assets was £18,996 and movements in tangible fixed assets are shown in note 14 to the financial statements. The charity has general unrestricted funds in surplus of £40,047 and general restricted funds in surplus of £5,133.

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.

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

The three lockdowns due to Covid 19 has been difficult to our retail sector, however since the re-opening we have been extremely busy, overwhelmed with donations, humbled by the support the public have given to Real Aid, and we are delighted to have retained all our staff. It has certainly been a challenge, especially after some tough years, to have stability. The trustees thank all our shop managers and warehouse staff 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 the good financial decisions taken from our directors Abi and Lindsay, the trustees feel positive that the charity is in a reasonably good position to continue helping all those in need of some extra support in the coming 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.

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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 20/4/22 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 20/4/22 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 2021, 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).

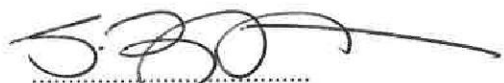
Independent Examiner's Statement

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: 30 APRIL 2022

Real Aid

Statement of Financial Activities for the Year Ended 31 July 2021 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

		Unrestricted funds	Restricted funds	Total 2021
	Note	General £	£	£
Income and Endowments from:				
Donations and legacies	3	106,628	32,370	138,998
Other trading activities	5	165,411	-	165,411
Investment income	6	225	-	225
Total Income		<u>272,264</u>	<u>32,370</u>	<u>304,634</u>
Expenditure on:				
Raising funds	7	(199,562)	(39,775)	(239,337)
Charitable activities	8	(46,395)	(1,409)	(47,804)
Total Expenditure		<u>(245,957)</u>	<u>(41,184)</u>	<u>(287,141)</u>
Net income/(expenditure)		26,307	(8,814)	17,493
Other recognised gains and losses				
Profit/(loss) of disposal of tangible fixed assets		1,500	-	1,500
Net movement in funds		27,807	(8,814)	18,993
Reconciliation of funds				
Total funds brought forward		12,240	13,947	26,187
Total funds carried forward	20	<u>40,047</u>	<u>5,133</u>	<u>45,180</u>

Real Aid

Statement of Financial Activities for the Year Ended 31 July 2021 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

		Unrestricted funds	Restricted funds	Total 2020
	Note	General £	£	£
Income and Endowments from:				
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>
Expenditure on:				
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
Reconciliation of funds				
Total funds brought forward		(23,800)	-	(23,800)
Total funds carried forward	20	<u>12,240</u>	<u>13,947</u>	<u>26,187</u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2021 and 2020 is shown in note 20.

Real Aid

(Registration number: 4244870) Balance Sheet as at 31 July 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	14	18,996	-
Current assets			
Debtors	15	10,496	6,979
Cash at bank and in hand		<u>52,463</u>	<u>36,276</u>
		62,959	43,255
Creditors: Amounts falling due within one year	16	<u>(19,768)</u>	<u>(17,068)</u>
Net current assets		<u>43,191</u>	<u>26,187</u>
Total assets less current liabilities		62,187	26,187
Creditors: Amounts falling due after more than one year	17	<u>(17,007)</u>	-
Net assets		<u>45,180</u>	<u>26,187</u>
Funds of the charity:			
Restricted funds		5,133	13,947
Unrestricted income funds			
Unrestricted funds		<u>40,047</u>	<u>12,240</u>
Total funds	20	<u>45,180</u>	<u>26,187</u>

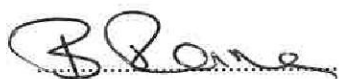
For the financial year ending 31 July 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 21 were approved by the trustees, and authorised for issue on 20/04/22 and signed on their behalf by:


Mrs Barbara Raine
Trustee

Real Aid

Notes to the Financial Statements for the Year Ended 31 July 2021

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.

Real Aid

Notes to the Financial Statements for the Year Ended 31 July 2021

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 2021

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	25% straight line

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 2021

3 Income from donations and legacies

	Unrestricted funds	Restricted funds	Total 2021	Total 2020
	General £	£	£	£
Donations and legacies;				
Donations from individuals	9,207	-	9,207	13,286
Grants, including capital grants;				
Government grants	54,437	32,370	86,807	81,114
Gifts in kind	42,984	-	42,984	67,425
	<u>106,628</u>	<u>32,370</u>	<u>138,998</u>	<u>161,825</u>

4 Income from charitable activities

	Total 2021 £	Total 2020 £
Local community aid grant	<u>-</u>	<u>13,947</u>

5 Income from other trading activities

	Unrestricted funds	Total 2021	Total 2020
	General £	£	£
Trading income;			
Shop income from sale of donated goods and services	165,411	165,411	159,318
	<u>165,411</u>	<u>165,411</u>	<u>159,318</u>

6 Investment income

	Unrestricted funds	Total 2021	Total 2020
	General £	£	£
Interest receivable and similar income;			
Interest receivable on bank deposits	225	225	653
	<u>225</u>	<u>225</u>	<u>653</u>

Real Aid

Notes to the Financial Statements for the Year Ended 31 July 2021

7 Expenditure on raising funds

a) Costs of trading activities

	Unrestricted funds	Restricted funds	Total 2021	Total 2020
	General			
	£	£	£	£
Office costs	5,296	4,238	9,534	9,182
Charity shops	54,806	-	54,806	53,058
Warehouse	22,339	-	22,339	21,933
Legal fees	-	-	-	13
Depreciation, amortisation and other similar costs	3,933	1,066	4,999	-
Other direct costs of activities for generating funds	1,762	-	1,762	-
Allocated support costs	2,214	-	2,214	1,686
Staff Costs	100,661	34,471	135,132	120,432
Governance costs	8,551	-	8,551	8,900
	<u>199,562</u>	<u>39,775</u>	<u>239,337</u>	<u>215,204</u>

8 Expenditure on charitable activities

	Unrestricted funds	Restricted funds	Total 2021	Total 2020
	General			
	£	£	£	£
Donation & distribution goods in kind	42,984	-	42,984	67,425
Direct Aid	3,411	1,409	4,820	3,127
	<u>46,395</u>	<u>1,409</u>	<u>47,804</u>	<u>70,552</u>

Real Aid

Notes to the Financial Statements for the Year Ended 31 July 2021

9 Analysis of governance and support costs

Governance costs and allocated support costs

	Unrestricted funds		
	General £	Total 2021 £	Total 2020 £
Audit fees			
Other fees paid to accountant	4,396	4,396	4,572
Independent examiner fees			
Examination of the financial statements	690	690	690
Other governance costs	3,465	3,465	3,638
Allocated support costs	2,214	2,214	1,686
	<u>10,765</u>	<u>10,765</u>	<u>10,586</u>

Allocated support costs breakdown:

Telephone expenses £1,995 (2020 - £1,637)

Sundry expenses £220 (2020 - £49)

Total £2,215 (2020 - £1,686)

10 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

11 Staff costs

The aggregate payroll costs were as follows:

	2021 £	2020 £
Staff costs during the year were:		
Wages and salaries	128,681	114,267
Social security costs	4,295	4,445
Pension costs	2,156	1,720
	<u>135,132</u>	<u>120,432</u>

Real Aid

Notes to the Financial Statements for the Year Ended 31 July 2021

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:

	2021 No	2020 No
Average number of persons employed	<u>9</u>	<u>9</u>

Contributions to the employee pension schemes for the year totalled £2,175 (2020 - £1,720).

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

12 Independent examiner's remuneration

	2021 £	2020 £
Examination of the financial statements	<u>690</u>	<u>690</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 £
Cost			
At 1 August 2020	12,819	17,592	30,411
Additions	-	23,995	23,995
Disposals	<u>-</u>	<u>(3,220)</u>	<u>(3,220)</u>
At 31 July 2021	<u>12,819</u>	<u>38,367</u>	<u>51,186</u>
Depreciation			
At 1 August 2020	12,819	17,592	30,411
Charge for the year	-	4,999	4,999
Eliminated on disposals	<u>-</u>	<u>(3,220)</u>	<u>(3,220)</u>
At 31 July 2021	<u>12,819</u>	<u>19,371</u>	<u>32,190</u>
Net book value			
At 31 July 2021	<u>-</u>	<u>18,996</u>	<u>18,996</u>
At 31 July 2020	<u>-</u>	<u>-</u>	<u>-</u>

Real Aid

Notes to the Financial Statements for the Year Ended 31 July 2021

15 Debtors

	2021 £	2020 £
Prepayments	1,133	1,133
VAT recoverable	6,363	1,698
Other debtors	3,000	4,148
	<u>10,496</u>	<u>6,979</u>

16 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	(387)	(387)
Hire purchase and finance leases	4,411	-
Other taxation and social security	1,856	1,049
Other creditors	471	3,084
Accruals	13,417	13,322
	<u>19,768</u>	<u>17,068</u>

Creditors due within one year includes the following liabilities, on which security has been given by the charity:

	2021 £
Hire purchase and lease contracts	<u>4,411</u>

The hire purchase obligations are secured on the asset which they relate to.

17 Creditors: amounts falling due after one year

	2021 £
Hire purchase and finance leases	<u>17,007</u>

Creditors amounts falling due after more than one year includes the following liabilities, on which security has been given by the charity:

	2021 £
Hire purchase and lease contracts	<u>17,007</u>

The hire purchase obligations are secured on the asset which they relate to.

18 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 (2020 - £Nil).

Real Aid

Notes to the Financial Statements for the Year Ended 31 July 2021

19 Commitments

Capital commitments

Commitments relating to various land & buildings leases up to 5 years totalling £25,065 (2020 - £52,819).

The total amount contracted for but not provided in the financial statements was £Nil (2020 - £Nil).

20 Funds

	Balance at 1 August 2020 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 July 2021 £
Unrestricted funds					
General	12,240	272,264	(245,957)	1,500	40,047
Restricted funds	<u>13,947</u>	<u>32,370</u>	<u>(41,184)</u>	<u>-</u>	<u>5,133</u>
Total funds	<u>26,187</u>	<u>304,634</u>	<u>(287,141)</u>	<u>1,500</u>	<u>45,180</u>

A breakdown of the restricted funds are shown below:

	Balance at 1 August 2020	Incoming Resources	Resources expended	Balance at 31 July 2021
Coronavirus Job Retention Scheme	-	32,370	(32,370)	-
Local Community Aid for Brexit Preparations	13,947	-	(8,814)	5,133
Total Restricted Funds	<u>13,947</u>	<u>32,370</u>	<u>(41,184)</u>	<u>5,133</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 2019 £	Incoming resources £	Resources expended £	Balance at 31 July 2020 £
Unrestricted funds				
General	(23,800)	295,682	(259,642)	12,240
Restricted funds	<u>-</u>	<u>40,061</u>	<u>(26,114)</u>	<u>13,947</u>
Total funds	<u>(23,800)</u>	<u>335,743</u>	<u>(285,756)</u>	<u>26,187</u>

Real Aid

Notes to the Financial Statements for the Year Ended 31 July 2021

21 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	General £	£	£
Tangible fixed assets	18,996	-	18,996
Current assets	57,826	5,133	62,959
Current liabilities	(36,775)	-	(36,775)
Total net assets	<u>40,047</u>	<u>5,133</u>	<u>45,180</u>

22 Analysis of net funds

	At 1 August 2020 £	Cash flow £	At 31 July 2021 £
Cash at bank and in hand	36,276	16,187	52,463
Finance leases and hire purchase contracts	-	(21,418)	(21,418)
Net asset	<u>36,276</u>	<u>(5,231)</u>	<u>31,045</u>

23 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 £nil (2020 - £2,691). Interest of £179 was payable on this loan during the year (2020 - £nil).

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

During the year remuneration was paid to Mrs A Killick £21,957 (2020 - £13,484) and Mr L Killick £24,001 (2020 - £21,479).