

Charity Registration Number: 1104903 (England & Wales)

Company Registration Number: 05114575

**TOOLS WITH A MISSION
(A Company Limited by Guarantee)**

**ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023**

TOOLS WITH A MISSION

CONTENTS

	Page
Legal and Administrative Information	1
The Report of the Trustees	2 - 8
Statement of Trustee Responsibilities	9
Independent Auditor's Report	10-12
Statement of Financial Activities	13
Balance Sheet	14
Statement of cash flows	15
Notes to the Financial Statements	16 - 27

TOOLS WITH A MISSION

LEGAL AND ADMINISTRATIVE INFORMATION

Legal structure

The Charity is a company limited by guarantee incorporated in England and Wales.

Trustees/Directors

Mr S Danks
Mr K Holburn
Rev C Mukanga (resigned 10th June 2023)
Mr B Orchard (Company Secretary)
Mrs P Parker
Mr D Williams (appointed 9th January 2024)
Mrs H M Potts (appointed 20th February 2024)

CEO

Mr M Griffin

Company registration number

05114575

Charity registration number

1104903 (England & Wales)

Registered office

Unit 2 Bailey Close
Hadleigh Road Industrial Estate
Ipswich
Suffolk
IP2 0UD

Independent Auditor

Helen Rumsey FCA
Ensors Accountants LLP
Connexions
159 Princes Street
Ipswich
Suffolk
IP1 1QJ

Bankers

Barclays
1 Princes Street
Ipswich
Suffolk
IP1 1PB

TOOLS WITH A MISSION

THE REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 OCTOBER 2023

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 October 2023. These have been prepared in accordance with the provisions of the Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Companies Act 2006. When setting objectives, developing strategies and undertaking activities, the Trustees have given careful consideration to the guidance on public benefit provided by the Charity Commission for England and Wales.

The information on page 1 forms part of this report.

Throughout this report, the term "Trustees" is used to denote the directors of the company.

1. Objectives

1.1 Aims and objectives of the charity

The principal activity of Tools with a Mission (TWAM) is to give practical expression to the Christian faith by the provision of tools and equipment to community-based projects, training workshops and trainees. The Charity collects donated usable tools, refurbishes them, sorts into trade kits and sends them to the developing world for livelihood creation. In this way, it aims to alleviate poverty within communities affected by lack of education and employment. We work with churches, community groups and NGO's to develop skills training centres providing vulnerable people of all ages with practical skills that lead to employment and the alleviation of the effects of poverty.

1.2 The 2020-2025 Strategic Plan

During 2023 the CEO and Board of Trustees continued the implementation of the 2020-2025 Strategic Plan. The main objective met was the start of operations in Malawi and Tanzania. In-country partners were appointed, UK based volunteer Country Coordinators appointed and both countries opened for application in 2022. As a result, the first container to Malawi was despatched in January 2024 with the Tanzania container to follow later in the year. In 2024 Burundi has been added to the list of supported countries and the application process opened in January 2024.

The Rugby Refurbishment Centre which opened in August 2022 is continuing to increase capacity with six containers despatched in 2023 and eight planned for 2024. As a result, TWAM is on target to reach its objective of doubling output by the end of the Strategic Plan.

Volunteer Open Days in Rugby have been very successful and have increased the volunteer workforce to around 80. This is the number required to reach the intended output of one 20ft container every four weeks. Ipswich also benefitted from Volunteer Open Days and targeted Facebook campaigns have recruited drivers and volunteers across England and Wales.

In summary TWAM continued to meet the objectives of the 2020-2025 Strategic Plan.

2 Review of the Year

The commitment of our wonderful paid and unpaid staff throughout the UK remains our greatest asset and we are most grateful to them for undertaking the multitude of tasks needed to prepare a container ready for shipment and to comply with the ever-increasing compliance requirements being imposed upon us. Without them, a charity of our size could not operate.

Containers and tool kits despatched

The period 1 November 2022- 31 October 2023 saw fourteen 20ft containers and three 40ft containers despatched to Africa.

Six 20ft containers were despatched to Uganda, one 20ft to Zimbabwe and seven 20ft and three 40ft despatched to Zambia.

TOOLS WITH A MISSION

THE REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 OCTOBER 2023

These containers included 14,748 toolkits and machines, up from 12,500 in 2021-2022.

The key items refurbished and despatched were:

2022-2023	2021-2022	
3,465	3,000	Sewing Machines,
216	250	Knitting Machines,
784	680	Carpentry Trade Kits,
278	185	Carpentry Workshop Kits,
325	240	Boxes of Drills and Power Tools,
637	800	Computers
668	800	Builders Kits,
145	100	Groundworkers Kits,
273	250	Agricultural Kits,
472	350	Motor Mechanics Kits,
176	100	Mechanics Workshop Kits,
244	180	Plumbers Kits,
329	250	Electricians Kits

The demand for Mechanic's, Electrician's and Plumber's Kits has significantly increased, reflecting the electrification of Africa, improvements in sanitation and the increasing number of people owning vehicles. The two largest increases were in Carpentry and Mechanics Workshop kits which are designed to provide all the essential tools for a training centre and workshop. This reflects the increasing demand from new groups seeking set up tools from TWAM and this is expanding the reach of our impact across all the countries we serve.

TWAM supported 487 skills centres, community training groups and schools. These groups between them met the following needs (many groups met more than one need):

2022-2023	2021-2022	
334	260	supported Women's Groups and Widows
319	220	worked with Young People and school drop outs
70	76	supported Vulnerable People
64	40	supported Schools
46	66	worked in Community Development
11	23	worked in developing sustainable agriculture
237	184	supported Orphans
121	99	worked with Men suffering long term unemployment
55	13	supported Street Children
99	49	set up Disability support groups
80	35	supported those affected by HIV/Aids
19	8	worked to free Sex-workers
16	13	supported the Elderly
30	20	supported Ex-offenders
16	8	supported Refugees
3	5	worked to alleviate Environmental Issues

A challenge faced by TWAM at the end of 2023 and continuing into 2024 is the Red Sea Crisis. This has delayed our containers but most importantly increased our shipping costs by approx. \$2,500 per container. Careful budgeting and a targeted appeal have helped mitigate these costs.

TOOLS WITH A MISSION

THE REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 OCTOBER 2023

TWAM Volunteer team

TWAM has an amazing volunteer team supporting what we do. Many are retired, but we also work with long term unemployed, ex-military personnel in rehabilitation programmes, ex-offenders and young people with Support Workers. In total we have approx. 80 in our Ipswich Refurbishment Centre team, 8 in our Head office team, 80 in our Rugby Refurbishment Centre team, 13 in our Halstead Refurbishment Centre team, 24 in our Chesterfield, Chichester, Somerset and Sutton Coldfield local volunteer groups, 40 in our Van driving teams operating 5 vans, 240 Volunteer Tool Collectors, 18 UK based volunteer Country Coordinators and 6 Board of Trustee volunteers. They are supported by 200 Volunteers in Africa. In total TWAM has around 520 volunteers across England and Wales.

In 2022-2023 TWAM introduced a new volunteer support package called Assemble. This will process volunteer applications and be the database for all volunteer information and documentation. It has had an 80% take up rate.

In 2023 TWAM was put forward for the King's Award for Volunteering by Suffolk County Council and the Lord Lieutenant of Suffolk.

Support of independent workshops

In addition, there are 7 independent volunteer-led workshops based across England and Wales with around 100 volunteers between them. They are Tool Aid Ringwood, Sheffield Tools4Africa, Medway Volunteer Group, Tending Tool Kits for Africa, Tools4Africa Southminster, St John's Kabin in Kenilworth and Men's Shed Christchurch in Bebington. TWAM is also developing links with Men's Shed across England and Wales with two starting tool collection, refurbishment and kit assembling in 2022-2023.

Environmental impact

TWAM has always had its green credentials and sustainability at its heart. We believe a hammer should remain a hammer, so we champion reusing tools rather than recycling them. It takes far less resources to refurbish a tool rather than recycling it and turning it into something else.

Therefore, we're proud that we have been able:

1. To save around 280 tonnes of tools from potentially going to landfill and shipping them to Africa.
2. To save over 110 tonnes of tools not suitable for Africa from potentially going to landfill by selling them for recycling or reuse.
3. To save nearly £1,500,000 by refurbishing and reusing tools, rather than buying them new.

This all amounts to 1,367,173kg of CO2 emissions saved every year.

We believe this all adds up to a superb life-transforming achievement.

In 2022 TWAM won the BBC Radio Suffolk 'Make a Difference' Environmental Award.

National Training Programme

In response to the decision not to pursue the opening of a Training and Distribution Centre in Zambia, TWAM has embarked on an ambitious plan to introduce an online and in-person training programme within all the countries we support. A team of three volunteers and one member of staff have been recruited in the UK to develop the programme. A survey was sent to all recipients of TWAM tools over the past three years asking:

- What tools they would like training in maintenance, repair and safe use
- Whether they would prefer online or in-person training
- Where they could travel to for in-person training and what costs they could incur

Over 200 groups responded and this data was being analysed at the end of 2023.

The intention is the 'train the trainers' by inviting one person from each recipient group to attend training and then return home to train everyone in their group. This will include all trainees who have already graduated and who are contactable. The courses will also teach bookkeeping, entrepreneurship and strategic planning.

During 2023-2024 training videos will be produced in Uganda with pilot in-person training courses taking place in Uganda, Zambia and Zimbabwe in 2025. The entire ambitious programme including the recruitment of in-country National Training Officers and a team of qualified trainers will start in 2026.

TOOLS WITH A MISSION

THE REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 OCTOBER 2023

Tool Application Programme

TWAM introduced a brand-new programme to process assessments in 2022-2023 and will extend this to cover the entire process from tool application through to container export documentation in 2023-2024. This is a major software package that will revolutionise the whole application process. This has been developed by a volunteer.

Annual General Meeting

The AGM was held in June in-person and via Zoom in Farnham, Surrey. Those members who could not attend were offered a postal vote. We conducted all the formal business. The Trustees have agreed to a full audit and are pleased that Ensors have found our accounts to be in good order.

3. Governance and Finance

The Charity is constituted as a Company Limited by Guarantee and is administered by the Trustees under the terms and conditions of its Memorandum and Articles of Association. It is registered with the Charity Commission for England and Wales and with Companies House.

3.1 Governance

The Charity is administered by the Trustees at their regular meetings. The Trustees meet via Zoom and in-person. Personnel with specialist knowledge are recruited to or consulted by the Board, as the need arises, to ensure the smooth running and development of the Charity. New Trustees (and those standing for re-election on a three-yearly basis) are elected by the members of the Charity at its AGM. The Secretary maintains an accurate and up to date register of members.

The Chief Executive Officer, who is appointed by the Trustees and is directly responsible to the Chairperson, manages the day-to-day affairs of the Charity. The Trustees have the responsibility of overseeing the finances of the Charity.

3.2 Finance

The accounts for the year ended 31 October 2023 show net outgoing resources for the year of £94,285 (2022: incoming resources of £98,887). Total fund balances amounted to £816,343 (2022: 910,628).

The Financial Reserve was reviewed during the year and it was decided to leave it at £100,000 total funds on hand at any one time. This is considered to adequately cover all running costs for six months.

After some years of surplus, which allowed the Charity to build healthy financial reserves due to the generosity of our donors, 2023 saw a deficit of £94,285. A deficit for the financial year was budgeted for, costs associated with the new centre in Rugby showing their impact for the full financial year (both operational and setup investment), along with the cost-of-living increases that the country in general is experiencing.

3.3 Investment Policy

The trustees are mindful of the effect of inflation in depleting purchasing power and therefore seek to diversify away from cash.

The total value of investments in CCLA Funds at the end of the financial year was £102,506 compared to a historical cost of £90,000.

3.4 TWAM Policies

During the year, the Board agreed a schedule whereby policies are subject to regular review. Such policies include those relating to overall Financial Controls, Money Laundering, Discrimination, Social Media, Health and Safety, Safeguarding, Data Protection and Complaints and Grievances. TWAM has engaged Citation to review its Human Resources policies and to provide legal and personnel advice when required.

TOOLS WITH A MISSION

THE REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 OCTOBER 2023

The Charity has prepared a Risk Register to identify risks and to enable an assessment of the likelihood of their occurrence and their potential impact. The Trustees have spent considerable time during 2023 reviewing and updating the Risk Assessment Register. This and the accompanying Disaster Management plan are regularly monitored and reviewed by the Board.

3.5 Going Concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

4. Operations

4.1 Staff

TWAM has eight paid staff in the UK: a Chief Executive Officer (CEO), a Fundraising and Communication Officer, an Office Manager, a Volunteering Coordinator, two Refurbishment Centre Managers (Ipswich and Rugby) and two Refurbishment Centre Apprentices (Ipswich and Rugby). All other staff associated with the Charity, including the Trustees, are volunteers.

We are constantly aware of the need for training for our staff, paid and unpaid, with much of it provided on the job, alongside those currently engaged in the task. Some specialist training is carried out by outside training providers. Training requirements are identified by the Management Team under the leadership of the CEO, which then ensures that the appropriate action is taken.

Senior Management remuneration is agreed as part of the annual pay review by the Board of Trustees. Their decision is based on the recommendation of the Chairperson and on the review of the performance and meeting of measurable objectives set in the annual appraisal. A periodic review of data sources such as Charity Jobs supports this decision-making process.

4.2 Transport

Containers begin their journey to Africa from the Ipswich and Rugby Refurbishment Centres. The distribution of shipments, once they reach their destination is supervised by our in-country partners.

TWAM operates a fleet of five vans based in Ipswich, Rugby, Maidstone, Farnham and Redcar. All are staffed by volunteer drivers who carry out collections of donated tools and equipment.

4.3 Cooperation with other organisations

We consider it vital to cooperate with other organisations and to support people with learning difficulties and the long term unemployed through provision of volunteering opportunities.

TWAM remains in discussion with two UK based charities, one supplying IT equipment and the other educational books. It is hoped that they will provide equipment to applicants TWAM can no longer supply following the decision to stop sending books and reduce the number of computers we send to each group to a maximum of two.

4.4 Fundraising Activities

Tools with a Mission relies predominantly on individual donor and church support. Our fundraising activities reflect this with our magazine TWAM News sent quarterly to approximately 3,500 people and groups. In addition, we make 4 appeals per year, usually to support specific financial needs within the charity.

Trust and corporate support is becoming increasingly important to TWAM. In particular, this year we would like to acknowledge once again the generous and long-term support of the Laing Family Trusts and The Aall Foundation.

We do a legacy appeal annually and receive many 'in-memory' gifts. Alternative gifts are available all year and prove very popular at Christmas, and a range of leaflets promotes our work across the UK.

TOOLS WITH A MISSION

THE REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 OCTOBER 2023

Online and social media is an increasingly important communication tool and we send a supporter e-news monthly to approx. 4000 people up from 3500 in 2021-2022. Our social media presence has seen significant development and growth with the appointment of our Fundraising and Communication Officer. Facebook has seen growth of 55% and the overall reach on Facebook increased to 180%.

Our complaints procedure is available on our website and during 2022-23 we received no complaints. We practice inspirational fundraising, seeking support through the recognition of the value for money, environmental responsibility and sustainability of the projects we support. We are compliant with the requirements of the General Data Protection Requirements and individuals can opt out from receiving fundraising communications from us.

4.5 Principal Risks and Uncertainties

As a charity which derives the most significant part of its income from donations by the general public, the Board can never be certain about the level of income to be received and has therefore to manage expenses and overhead costs accordingly. To guard against an unforeseen shortfall in income, the charity maintains a reserve of £100,000 which the Board has judged adequate for the purpose.

The Board recognises that in sending tools overseas, it cannot have direct control over their distribution to applicants. To mitigate this risk, the charity works with local partner organisations or NGOs in each country, who oversee distribution on its behalf. The risk is further reduced through regular visits to recipients and partners by Board members, staff and volunteers from the UK. 2022 saw a rigorous in-country impact assessment procedure implemented with the appointment of UK based impact assessment Country Coordinators for Uganda and Zambia and two Impact Assessment Managers in Zambia and one in Uganda. In other countries the UK based Country Coordinator and in-country partner work together to carry out the assessments.

The charity is heavily dependent upon the willingness and continued availability of volunteers to support its work. Accordingly, the ongoing availability and anticipated future need for volunteers is closely monitored to ensure sufficient numbers are available to permit its objectives to be realised.

4.6 Conclusion

During 2022-2023 TWAM continued to fulfil the ambitious objectives of the 2020-2025 Strategic Plan. TWAM also continued the implementation of the Africa Impact Assessment Programme and began to develop the National Training Plan. It saw two new countries join those supported and one begin the process of joining those we serve. Within the UK TWAM recruited nearly a hundred new volunteers across all volunteer roles. It is fair to say that TWAM has had another remarkable year.

The Trustees acknowledge that although the Charity incurred a deficit in 2022-23, as was budgeted for, TWAM's supporter base remains extremely generous with donations, and this is allied to disciplined and effective controls on expenditure.

The Board wishes to recognise the work of the CEO, staff and volunteers in achieving all of this. They would also like to acknowledge the faithfulness of God in leading TWAM so clearly.

This report shows that TWAM has at its heart an enormous group of loyal people, who are all prepared to get involved. We are deeply grateful to them all for without such a level of enthusiasm and support, TWAM would not exist.

In bringing this report to a close there is one other item to detail. This report is written once the new financial year is under way, and this November brought the news that our Chief Executive Officer, Mike Griffin, has decided to leave Tools With A Mission.

Mike joined TWAM in May 2015 and in the intervening 9 years he has led a significant transformation of the charity. In this time, the charity has become significantly more robust with a vast improvement to its policies and procedures, a more professional image and, as a result, a foundation has been laid that allows the growth that is starting to come through the work of the Strategic Plan.

TOOLS WITH A MISSION

THE REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 OCTOBER 2023

One of Mike's significant decisions early on in his tenure was to reduce the number of countries to which we send tools. At the time this felt like a backward step but without it the charity would not be in the position it now finds itself, well on the way to doubling our output, and now opening up to more countries again, but from a much more sustainable base.

Mike's leadership also saw us through the pandemic period, exiting the multiple lockdowns in a much stronger position than many charities. We must also acknowledge Linda Griffin's role, not only has she supported Mike but, as importantly, she has held significant voluntary roles across the organisation that have made a difference to the life of the charity. Our thanks and prayers go with them as they search for their next challenge.

5. Statement as to disclosure to our auditors

In so far as the Trustees are aware at the time of approving our Trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the Charity's auditor is unaware; and
- the Trustees, having made enquiries of fellow trustees and the Charity's auditor that they ought to have individually made, have each taken all steps that they are obliged to take as a trustee in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

ON BEHALF OF THE BOARD



Mr S Danks
Trustee and Chairperson

TOOLS WITH A MISSION

STATEMENT OF TRUSTEE RESPONSIBILITIES

FOR THE YEAR ENDED 31 OCTOBER 2023

The Trustees, who are also the directors of Tools with a Mission for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent; and
- Prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

TOOLS WITH A MISSION

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF TOOLS WITH A MISSION

Opinion

We have audited the financial statements of Tools with a Mission (the "Charitable Company") for the year ended 31 October 2023, which comprise the Statement of Financial Activities, the Balance Sheet, Statement of Cash Flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and the Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 October 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

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

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

We have nothing to report in this regard.

TOOLS WITH A MISSION

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF TOOLS WITH A MISSION

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 require us to report to you if, in our opinion:

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

Responsibilities of Trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The engagement partner has ensured that the audit team collectively had the required experience, knowledge and competence to perform the planned work and identify any relevant irregularities.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below. In planning our audit, we identify and assess the risk of material misstatement within the financial statements, whether due to fraud or error. In assessing the risks, consideration is given to the control environment (including Trustees' and management's own processes for identification and risk assessment) as well as the nature of the entity, the industry in which it operates and the underlying performance. Consideration is also given to the attitudes and incentives of management to commit fraud, with specific procedures planned and performed to respond to the risk of inappropriate management override of controls.

TOOLS WITH A MISSION

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF TOOLS WITH A MISSION

We also obtain an understanding of the applicable laws and regulations to which the charity must adhere, through discussions with management and those charged with governance, as well as commercial knowledge of the sector and statutory legislation, in order to determine the key laws and regulations applicable to the charitable company.

Our audit work included:

- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the rationale behind significant transactions outside the normal course of business.
- Assessment of key accounting estimates within the financial statements in order to assess their reasonableness to determine whether there is any bias in the estimates.
- Review of meeting minutes.
- Enquiring of management and trustees as to whether they are aware of any alleged, suspected or actual fraud during the year.
- Performing procedures to satisfy ourselves regarding the charitable company's compliance with applicable laws and regulations,
- Enquiry of trustees and management around actual and potential litigation and claims
- Reviewing correspondence with relevant legal authorities

All audit team members were made aware of the applicable laws and regulations, as well as potential fraud risks during the planning stage of the audit and this was discussed at the audit team planning meeting. It was therefore determined that team members all had the relevant awareness and competence to identify any instances of non-compliance or fraud.

There are, however, inherent limitations to our above audit procedures. Auditing standards only require us to enquire of the trustees and management regarding non-compliance with laws and regulations, as well as review regulatory and legal correspondence (if there is any). It is therefore possible that instances of non-compliance could be missed, particularly where the law in itself is far removed from any financial transactions.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Helen Rumsey FCA (Senior Statutory Auditor)

For and on behalf of Ensors Accountants LLP
Connexions
159 Princes Street
Ipswich
IP1 1QJ

Dated: 4 June 2024

TOOLS WITH A MISSION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 2023

		Unrestricted funds	Restricted funds	Total 2023	Total 2022 As restated
	Notes	£	£	£	£
Income and endowments from:					
Donations and legacies	3	436,394	5,669	442,063	469,198
Charitable activities	4	-	156,781	156,781	111,520
Investments	5	1,097	-	1,097	-
Other trading income	6	119,948	-	119,948	122,499
Total income and endowments		557,439	162,450	719,889	703,217
Expenditure on:					
Raising funds	7	42,985	-	42,985	39,165
Charitable activities	8	558,734	215,219	773,953	556,416
Total resources expended		601,719	215,219	816,938	595,581
Net gains/(losses) on investments	9	2,764	-	2,764	(8,749)
Net incoming/(outgoing) resources before transfers		(41,516)	(52,769)	(94,285)	98,887
Transfers between funds		111,899	(111,899)	-	-
Net incoming/(outgoing) resources		70,383	(164,668)	(94,285)	98,887
Fund balances at 1 November 2022		745,960	164,668	910,628	811,741
Fund balances at 31 October 2023		816,343	-	816,343	910,628

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The notes on pages 16 to 27 form part of these financial statements.

TOOLS WITH A MISSION

BALANCE SHEET

AS AT 31 OCTOBER 2023

		2023		2022	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	13		360,211		368,773
Investments	14		102,506		99,742
			<u>462,717</u>		<u>468,515</u>
Current assets					
Debtors	15	54,876		55,826	
Cash at bank and in hand		385,958		446,782	
		<u>440,834</u>		<u>502,608</u>	
Creditors: amounts falling due within one year	16	(87,208)		(60,495)	
Net current assets			353,626		442,113
Total assets less current liabilities			<u>816,343</u>		<u>910,628</u>
Income funds					
Restricted funds	18		-		164,668
Unrestricted funds	18		816,343		745,960
			<u>816,343</u>		<u>910,628</u>

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

The accounts were approved by the Board of Trustees on 16/4/2024 and were signed on its behalf by:



Mr S Danks
Trustee and Chairman

The notes on pages 16 to 27 form part of these financial statements.

Company Registration No. 05114575

TOOLS WITH A MISSION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 OCTOBER 2023

		2023		2022	
	Notes	£	£	£	£
Cash flows from operating activities					
Cash generated from operations	24		(23,426)		89,935
Cash flows from investing activities					
Purchase of tangible fixed assets		(67,995)		(115,266)	
Proceeds on disposal of tangible fixed assets		29,500		9,170	
Purchase of investments		-		(10,000)	
Interest received		1,097		-	
			(37,398)		(116,096)
Net increase/(decrease) in cash and cash equivalents			(60,824)		(26,161)
Cash and cash equivalents at the beginning of the year			446,782		472,943
Cash and cash equivalents at the end of the year			385,958		446,782

TOOLS WITH A MISSION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2023

1 Accounting policies

Charity information

Tools with a Mission is a private company limited by guarantee incorporated in England and Wales. The registered office is Unit 2 Bailey Close, Hadleigh Road Industrial Estate, Ipswich, Suffolk, IP2 0UD.

1.1 Accounting convention

The financial statements have been prepared in accordance with UK Generally Accepted Accounting Practice, the Companies Act 2006 and "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)".

The accounts have been prepared under the historical cost convention, modified to include the revaluation of certain financial investments at fair value.

The comparative income disclosures have been restated to correctly reflect certain income streams as income from other trading activities.

The charity is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £1.

1.2 Going concern

In approving the accounts for the year ended 31 October 2023, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operation for the foreseeable future.

Accordingly, the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions imposed by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other grants and donations are recognised once the charity has been notified of the income, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt, or if the charity has been notified of an impending distribution, the amount is known and receipt is expected. If the amount is not known the legacy is treated as a contingent asset.

Income from charitable activities is recognised on despatch of goods.

Other trading income comprises monies received in respect of small Christmas gift and card sales, sales of scrap tools (donated but no longer fit for use) and sales of surplus tools (in good working condition but not in demand, therefore sold to generate further funds for charitable use).

TOOLS WITH A MISSION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2023

1 Accounting policies (Continued)

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Charitable activities includes all 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.

Fundraising costs include expenditure relating to raising the profile of the charity via their social media, regular mailings, advertising and the wages of staff members associated with these activities.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses. Fixed assets are capitalised where initial cost exceeds £1,000.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their expected useful lives on the following bases:

Land and buildings	50 years
Fixtures, fittings & equipment	5 years
Motor vehicles & plant	5 years

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Foreign currency

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the Statement of Financial Activities.

1.10 Pensions

The charity pays into a defined contribution pension scheme. The contributions payable are charged to the Statement of Financial Activities in the year that they are payable.

TOOLS WITH A MISSION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2023

1 Accounting policies (Continued)

1.11 Operating leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

1.12 Taxation

The charity is exempt from corporation tax on charitable activities.

1.13 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.14 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

TOOLS WITH A MISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023

1 Accounting policies (continued)

1.15 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received. Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total 2023	Total 2022
	£	£	£	£
Donations and gifts	409,838	5,669	415,507	458,053
Legacies receivable	26,556	-	26,556	11,145
	<u>436,394</u>	<u>5,669</u>	<u>442,063</u>	<u>469,198</u>
For the year ended 31 October 2022	411,398	57,800		469,198

4 Charitable activities

	Unrestricted funds	Restricted funds	Total 2023	Total 2022 As restated
	£	£	£	£
Sales within charitable activities	<u>-</u>	<u>156,781</u>	<u>156,781</u>	<u>111,520</u>
Restated for the year ended 31 October 2022	-	111,520		111,520

5 Investments

	Unrestricted funds	Restricted funds	Total 2023	Total 2022
	£	£	£	£
Interest receivable	<u>1,097</u>	<u>-</u>	<u>1,097</u>	<u>-</u>
For the year ended 31 October 2022	-	-		-

TOOLS WITH A MISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023

6 Other trading income

	Unrestricted funds	Restricted funds	Total 2023	Total 2022 As restated
	£	£	£	£
Gift and Christmas card sales	6,736	-	6,736	1,338
Scrap sales	23,206	-	23,206	25,182
Tool sales	90,006	-	90,006	95,979
	<u>119,948</u>	<u>-</u>	<u>119,948</u>	<u>122,499</u>
Restated for the year ended 31 October 2022	122,499	-	-	122,499

Gift and Christmas card sales, scrap sales and tool sales have been reclassified as other trading income from Income from charitable activities.

7 Raising funds

	Unrestricted funds	Restricted funds	Total 2023	Total 2022
	£	£	£	£
Publicity and fund raising	41,902	-	41,902	30,271
Regular mailings	1,083	-	1,083	8,894
	<u>42,985</u>	<u>-</u>	<u>42,985</u>	<u>39,165</u>
For the year ended 31 October 2022	39,165	-		39,165

TOOLS WITH A MISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023

8	Charitable activities	Unrestricted funds	Restricted funds	Total 2023	Total 2022
		£	£	£	£
	Staff costs (see note 11)	230,938	18,706	249,644	206,356
	Rent and rates	54,202	-	54,202	15,344
	Insurance	19,471	-	19,471	11,906
	Light and heat	16,507	-	16,507	14,948
	Postage and telephone	16,848	-	16,848	6,143
	Printing and stationery	4,399	-	4,399	3,151
	Sundries	9,079	-	9,079	7,906
	Tools, haberdashery purchases & refurbishment	20,207	-	20,207	11,204
	Carriage and packaging	6,767	-	6,767	8,849
	Vehicle fuel and servicing	34,870	-	34,870	38,615
	Premises repairs and renewals	5,315	-	5,315	6,734
	Cleaning and trade refuse	8,316	-	8,316	5,299
	Overseas freight	-	169,827	169,827	98,474
	Travelling	10,456	-	10,456	6,805
	Legal and professional charges	9,530	-	9,530	11,120
	Audit and accountancy fees	10,240	-	10,240	8,850
	Health and safety	5,426	-	5,426	6,110
	Depreciation	32,373	26,686	59,059	48,811
	Profit or loss on disposal	(12,004)	-	(12,004)	(9,170)
	Bank charges	3,513	-	3,513	3,735
	In country development costs	72,281	-	72,281	45,226
		<u>558,734</u>	<u>215,219</u>	<u>773,953</u>	<u>556,416</u>
	For the year ended 31 October 2022	419,108	137,308		556,416
9	Net gains on investments	Unrestricted funds	Restricted funds	Total 2023	Total 2022
		£	£	£	£
	Gain/(loss) on listed investments	<u>2,764</u>	<u>-</u>	<u>2,764</u>	<u>(8,749)</u>
	For the year ended 31 October 2022	(8,749)	-		(8,749)

TOOLS WITH A MISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023

10 Net incoming/(outgoing) resources	Unrestricted funds	Restricted funds	Total 2023	Total 2022
	£	£	£	£
This is stated after charging:				
Depreciation	32,373	26,686	59,059	48,811
Fees payable to the Charity's auditors for the audit of the Charity's financial statements	10,240	-	10,240	8,850
Profit on disposal of fixed assets	(12,004)	-	(12,004)	(9,170)
11 Staff costs	Unrestricted funds	Restricted funds	Total 2023	Total 2022
	£	£	£	£
Wages and salaries	203,628	16,963	220,591	184,067
Social security costs	13,953	-	13,953	11,178
Pension costs	10,006	1,743	11,749	9,212
Staff recruitment costs	1,470	-	1,470	50
Staff training	1,881	-	1,881	1,849
	<u>230,938</u>	<u>18,706</u>	<u>249,644</u>	<u>206,356</u>

The average number of staff during the year was 8 (2022: 7). No employees have emoluments over £60,000.

The remuneration of key management personnel was £53,993 (2022: £53,638).

12 Trustees' emoluments

Trustees received no remuneration during 2023 or 2022. There were payments made to two (2022: three) Trustees during the year for reimbursement of out of pocket expenses of £56 (2022: £562).

Premiums of £333 (2022: £nil) have been paid in respect of Trustee Indemnity Insurance.

TOOLS WITH A MISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023

13 Tangible fixed assets

	Land and buildings	Motor vehicles & plant	Fixtures, fittings & equipment	Total
Cost	£	£	£	£
At 1 November 2022	331,111	124,901	106,326	562,338
Additions	-	54,977	13,018	67,995
Disposals	-	(37,668)	-	(37,668)
At 31 October 2023	331,111	142,211	119,344	592,665
Depreciation and impairment				
At 1 November 2022	101,694	39,343	52,528	193,565
Depreciation charged in the year	6,622	31,698	20,739	59,059
Eliminated on disposals	-	(20,170)	-	(20,170)
At 31 October 2023	108,316	50,871	73,267	232,454
Carrying amount				
At 31 October 2023	222,795	91,339	46,077	360,211
At 31 October 2022	229,417	85,558	53,798	368,773

14 Investments	2023	2022
	£	£
Market Value		
CCLA Ethical Investment Fund	50,664	50,071
CCLA Global Equity Income Fund	51,842	49,671
	<u>102,506</u>	<u>99,742</u>
Historical Cost		
CCLA Pooled Investment Funds	90,000	90,000

TOOLS WITH A MISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023

14 Investments (continued)

	£
Value as at 1 November 2022	99,742
Change in market value	2,764
Value as at 31 October 2023	<u>102,506</u>

15 Debtors: amounts falling due within one year

	2023	2022
	£	£
Gift aid	14,792	7,717
Rental deposit	13,500	-
Prepayments and accrued income	26,584	48,109
	<u>54,876</u>	<u>55,826</u>

16 Creditors: amounts falling due within one year

	2023	2022
	£	£
Taxation and social security	3,209	467
Other creditors	9,214	15,090
Accruals	35,797	11,095
Deferred freight income	38,988	33,843
	<u>87,208</u>	<u>60,495</u>

17 Deferred Income

	Balance at 1 Nov 2022 £	Deposits received £	Released to income £	Balance at 31 Oct 2023 £
Freight Income	<u>33,843</u>	<u>144,633</u>	<u>139,488</u>	<u>38,988</u>

Relates to freight income received for the shipment of goods to Africa which were not shipped at the year end. This income has been deferred in order to be recognised in the year of shipment of the goods.

TOOLS WITH A MISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023

18 Movement in funds

	At 1 November 2022	Incoming resources	Outgoing resources	Transfers	At 31 October 2023
	£	£	£	£	£
Unrestricted funds					
Designated funds	-	-	-	100,000	100,000
General fund	745,960	460,203	(601,719)	11,899	716,343
	745,960	560,203	(601,719)	111,899	816,343
Restricted funds					
Overseas freight	13,046	156,781	(169,827)	-	-
Forklift appeal	44,274	-	(3,850)	(40,424)	-
Refurbishment appeal	3,200	-	(800)	(2,400)	-
Van appeal	91,085	-	(20,702)	(70,383)	-
Boiler	1,334	-	(1,334)	-	-
Apprentice appeal	11,729	5,669	(18,706)	1,308	-
	164,668	162,450	(215,219)	(111,899)	-
Total funds	910,628	722,653	(816,938)	-	816,343

	At 1 November 2021	Incoming resources	Outgoing resources	Transfers	At 31 October 2022
	£	£	£	£	£
Unrestricted funds					
General fund	679,085	525,148	(458,273)	-	745,960
Restricted funds					
Overseas freight	-	111,290	(98,474)	-	13,046
Forklift appeal	-	48,124	(3,850)	-	44,274
Refurbishment appeal	-	4,000	(800)	-	3,200
Van appeal	111,290	-	(20,205)	-	91,085
Boiler	2,669	-	(1,335)	-	1,334
Apprentice appeal	18,697	5,676	(12,644)	-	11,729
	132,656	169,320	(137,308)	-	164,668
Total Funds	811,741	694,468	(595,581)	-	910,628

The van, refurbishment and forklift fund represent funds raised in order to replace a number of the charity's fixed assets. Historically, depreciation was charged through these funds such that they were reduced in line with the useful economic lives of the assets.

TOOLS WITH A MISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023

18 Movement in funds (continued)

This presentation was reviewed by the trustees, who concluded that this treatment could be misleading as TWAM has spent this restricted cash and satisfied the restriction imposed by the donors. A decision was therefore made to transfer these balances out of restricted funds.

The apprentice appeal was used to cover the costs of a full-time warehouse apprentice employee. All brought forward and additional incoming restricted funds in relation to this were spent during the year. Future funds relating to the apprentice appeal will be unrestricted in nature.

Going forward, the only restricted funds anticipated are those related to overseas freight, which are received in advance to fund the transport costs of tool containers.

£100,000 has been assigned to a designated fund as a reserve to cover 6 months of running costs if the charity is to encounter financial difficulty.

19 Analysis of net assets between funds

	Unrestricted	Restricted	Total
	£	£	£
Fund balances at 31 October 2023 are represented by:			
Tangible fixed assets	360,211	-	360,211
Fixed asset investments	102,506	-	102,506
Current assets/(liabilities)	353,626	-	353,626
	<u>816,343</u>	<u>-</u>	<u>816,343</u>
Fund balances at 31 October 2022 are represented by:			
Tangible fixed assets	278,684	90,089	368,773
Fixed asset investments	99,742	-	99,742
Current assets/(liabilities)	367,534	74,579	442,113
	<u>745,960</u>	<u>164,668</u>	<u>910,628</u>

20 Related party transactions

Donations received from Trustees and their immediate family members totalled £700 in 2023 (2022: £1,089).

21 Commitments

At the reporting date the charity has commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2023	2022
	£	£
Within one year	45,000	-
Between 2 – 5 years	127,500	-
	<u>172,500</u>	<u>-</u>

At the reporting date the charity had capital commitments totalling £nil (2022: £nil).

TOOLS WITH A MISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023

22 Guarantee

The charity is a company limited by guarantee; in the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

23 Retirement benefit schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

24 Cash generated from operations

	2023	2022
	£	£
Surplus/(Deficit) for the year	(94,285)	98,887
<u>Adjustments for:</u>		
Investment income recognised in statement of financial activities	(1,097)	-
Fair value gains and (losses) on investments	(2,764)	8,749
Depreciation and impairment of tangible fixed assets	59,059	48,811
Gain on disposal of tangible fixed assets	(12,004)	(9,170)
<u>Movements in working capital:</u>		
(Increase) / decrease in debtors	950	(41,423)
Increase / (decrease) in creditors	26,715	(15,919)
Cash generated from operations	(23,426)	89,935

