

WASTESAVERS CHARITABLE TRUST LIMITED

England & Wales · Charity number 1116150

Details

Status	Registered
Legal form	Charitable company
Company number	05326617
Registered	2006-09-20
Register	View on the Charity Commission register

Contact

Address	Wastesavers Ltd Unit 6 Esperanto Way Newport NP19 0RD
Phone	01633281281
Email	janet@wastesavers.co.uk
Website	www.wastesavers.co.uk

Activities

Objects: A THE RELIEF OF POVERTY BY THE PROVISION OF RENOVATED FURNITURE AND OTHER HOUSEHOLD ACCESSORIES FOR THOSE PERSONS RESIDENT IN NEWPORT SOUTH WALES AND THE SURROUNDING AREA IN NECESSITOUS CIRCUMSTANCES.B THE ADVANCEMENT OF EDUCATION IN RESPECT OF THE ENVIRONMENTAL ASPECTS OF, AND NEED FOR, RECYCLING IN THE COMMUNITY.

Activities: Wastesavers Charitable Trust Limited operates three community projects in Newport: Education - schools, community groups on and off siteCommunity Furniture Shop - collects and distributes household itemsTraining - excluded young people from schools

Classification

- **How:** Provides Human Resources, Provides Services, Provides Advocacy/advice/information, Other Charitable Activities
- **What:** Education/training, The Prevention Or Relief Of Poverty, Environment/conservation/heritage, Other Charitable Purposes
- **Who:** Children/young People, Elderly/old People, People With Disabilities, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies, Other Defined Groups, The General Public/mankind

Geography

- **Area of benefit:** NEWPORT, SOUTH WALES
- Newport City

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£7,625,710	£7,832,478	£3,376,263	160
2024-03-31	£7,620,361	£7,221,259	£3,613,031	132
2023-03-31	£6,018,130	£6,549,198	£3,213,929	44
2022-03-31	£10,444,182	£5,556,251	£3,744,997	120
2021-03-31	£5,495,976	£5,360,960	£4,079,157	100

Trustees

Name	Role	Appointed
DAVID MAYER	Chair	
Caroline Wynn		2017-11-30
Leonard Casley		2017-08-25
Mark Esposito		2018-09-22
Nicola Peake		2023-05-18
ROGER AYRES		
Robert Lynbeck		2024-01-25
Sue Price		2023-06-15

WASTESAVERS CHARITABLE TRUST LIMITED

England & Wales - Charity number 1116150

Accounts

Company no. 05326617
Charity no. 1116150

Wastesavers Charitable Trust Limited
Report and Audited Financial Statements
31 March 2025

Wastesavers Charitable Trust Limited

Reference and administrative details

For the year ended 31 March 2025

Company number	05326617
Charity number	1116150
Registered office and operational address	Wastesavers Resource Centre Esperanto Way Lliswerry Newport NP19 0RD
Trustees	Trustees, who are also directors under company law, who served during the year and up to the date of this report were as follows: Nicola Peake Chair of WCTL from 17 October 2024 Caroline Wynn Chair of WL from 17 October 2024 David Mayer Chair until 17 October 2024 Roger Ayres Vice Chair Mark Esposito Treasurer from 17 October 2024 William Langsford Treasurer, resigned 17 October 2024 Len Casley Robert Lynbeck appointed 20 August 2024 Daryl Morgan resigned 22 April 2024 Sue Price
Company secretary	Janet Jones
Key management personnel	Penelope Goodwin Chief Executive Officer Alun Harries Charity Manager Janet Jones Strategic Finance Manager Rafia Qureshi Operational Finance Manager Ian Syms Head of Operations
Bankers	Lloyds TSB Bank 42 Commercial Street Newport NP20 1WS
Auditors	Godfrey Wilson Limited Chartered accountants and statutory auditors 5th Floor Mariner House 62 Prince Street Bristol BS1 4QD

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2025

The trustees present their report and the audited financial statements for the year ended 31 March 2025. Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the Memorandum and Articles of Association and the Statement of Recommended Practice - Accounting and Reporting by Charities (effective from January 2019).

Structure, governance and management

The organisation is a charitable company limited by guarantee, incorporated on 7 January 2005 and registered as a charity on 20 September 2006.

The organisation was established under a memorandum of association that established the objects and powers of the organisation and is governed under its articles of association.

The organisation looks to recruit trustees with suitable expertise and diverse experience who are able to support the objectives of the organisation. It does this by direct approach, targeted advertising and general social media posts. Wastesavers has recently revamped its recruitment policy and instigated a rigorous selection process to more closely, where possible, align itself to its increased geographic footprint and produce a more diverse board. We have added to our board by one this financial year, and we have had two resignations, leaving our board with eight Trustees.

Training is available for trustees through WCVA, GAVO and ACEVO who provide a variety of courses for trustees throughout the year which are topical and informative. All trustees are encouraged to engage with at least one training session per year. In addition, at least one Trustee is supported with a place at the annual Reuse Conference to deepen their understanding of the industry and their counterparts across the environmental landscape.

The Trustees and Executive Officers of the Company are listed on Page 1.

The Company comprises of Eight Trustees who are responsible for managing the affairs of the Company. Trustees are drawn from diverse professional backgrounds and many have significant board experience and extensive local and regional experience. The Trustees meet 10+ times a year and consider risk management, development policy and strategy, the annual budget and the business plan and approve the annual financial statements. Trustees delegate the day-to-day management and implementation of the Company strategy and policy framework to the Officers of the Company via the Chief Executive Officer.

No Trustees are remunerated over and above travel expenses. Wastesavers Charitable Trust owns the whole of Wastesavers Limited's share capital; 100 ordinary £1 shares.

The CEO is appointed by the Board of Trustees and is answerable to the Board on a monthly basis. Day to day organisational decision making is carried out by the CEO who also formulates strategic objectives in consultation with, and approved by, the Board of Trustees.

Wastesavers Charitable Trust looks to minimise risk to the organisation at all times. However, it is recognised that sometimes certain levels of risk are necessary for the organisation to progress. At all times risks are calculated before action is made, taking into account the organisation's vulnerability, consequences of inaction and potential benefits. All decisions on risk assessments are made at Board level. This is recorded in the Company's risk register and reviewed at 6 monthly intervals or sooner if situation demands.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2025

The Trustees are ultimately responsible for the Company's system of internal financial control, which is designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets, the maintenance of proper accounting records, the reliability of financial information and the management of risk.

The following mechanisms are used for effective internal financial control:

- Clearly defined management and reporting structures;
- A robust programme of internal audits and external audit;
- Careful recruitment and effective training programmes for staff and trustees;
- Regular supervision and performance appraisals for staff;
- Financial regulations;
- Periodic reviews of accounting procedures by external accountants;
- Management information and accounting systems with quarterly reporting of financial results and other Performance Indicators compared with forecasts;
- An ongoing process of identifying, evaluating, and managing the significant financial risks faced by the company;
- A strategy covering the prevention, detection, and reporting of fraud; and
- A review of the effectiveness of the internal control measures using internal audit and other measures.

Wastesavers Charitable Trust is a member of CIWM, Reuse Network, ACEVO and WCVA all of whom provide advice and guidance on the effective management of the charity and its operational undertakings.

Remuneration of key management personnel is brought to the attention of, and approved by, the Remuneration Committee which is made up of key members of the Board including the treasurer and chairman. When setting pay structures the local government NJC scales are considered along with industry benchmarking to ensure remuneration is appropriate and fair.

Objectives and activities

1. The relief of poverty by the provision of renovated furniture and other household accessories for residents in necessitous circumstances in the South East Wales area.
2. The advancement of education in respect of the environmental aspects of, and need for, recycling.
3. The advancement of education in respect of vocational skills, numeracy and literacy skills and practical skills of benefit to the community (to the extent that such objects are exclusively charitable).

Wastesavers Charitable Trust operates projects in three broad areas that work to further the objectives of the Charity:

1. **Reuse. Our flagship Reuse Centre in Maindee, Newport, and Reuse Shops at HWRCs in Newport, Llantrisant, Treherbert, Aberdare, Pentrebach, Roseheyworth, Cardiff, New Inn and Caerphilly..** These projects take a variety of household items donated by the general public and business including furniture, IT, electrical items and general bric and brac and makes them available to the general public at affordable prices. We deliver social programmes to reduce social isolation, increase digital awareness and improve employability as well as delivering a comprehensive volunteering programme to support people in gaining additional skills and experiences and to facilitate social interaction.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2025

We also run the first Nappy Library in Wales with a paid staff member, ensuring we prioritise reuse over disposal and repair cafes in Newport and Pontypool.

2. **Education Project.** Using a purpose-built education room at Wastesavers Resource Centre, Wastesavers works to educate primary school children about the importance of 'reduce, reuse and recycle'. The lessons are planned to ensure all children are not only enthused by the project but are aware of its environmental benefits. The education project typically hosts between 6 and 12 visits per term from schools across South Wales but primarily from Newport.
3. **PEAK.** Alternative education provision. Wastesavers works with schools, pupil referral units, the youth offending team, social services, and local authorities in South East Wales, specifically Newport and Torfaen, to take young people who are finding it difficult in mainstream education. The young people then work towards gaining basic/essential skills including plumbing, carpentry, bike repair, cookery, photography and Art and Design. This project employs 3 staff members and typically works with up to 12 young people per day delivering its objectives.

The charity also runs a trading arm, Wastesavers Limited. Wastesavers Limited delivers three key services which generates an income for the charity and furthering its aims and objectives. They occupy a building owned by the charity and pay it rent to cover the use of this space. From this location they deliver waste and recycling collection services to divert as much material from landfill as possible.

1. **Kerbside Recycling services** for the city of Newport. They hold a contract to deliver the kerbside recycling service including collection and reprocessing source segregated recyclate from all 74,000 houses and flats in Newport. This contract expires on 31 March 2026.
2. **Commercial Recycling Services** for Newport, Cardiff, Monmouthshire and Torfaen, collecting source segregated recycling from businesses using wheeled bins and reusable sacks.
3. **Commercial Reprocessing Services** – providing reprocessing services to local authorities and businesses in the local area on an ad hoc basis.

Last year this equated to 19,884 tonnes of recyclables collected at the kerbside and an additional 2,287 tonnes of material brought in from commercial businesses and reprocessing commercially on site.

Wastesavers Limited employs 94 members of staff, 11 more than in 2023-24 and represent the largest proportion of income and expenditure for the group.

The charity measures its success by the collection and analysis of Key Performance Indicators at its Management Review Meetings, Board Meetings and contract meetings. These key indicators include tonnages diverted from landfill, number of students trained, the number of schools who visit the education room and the number of volunteer hours contributed. Health and safety and environmental performance are also monitored and reported against.

On an annual basis the charity also reviews the additional value that reusing furniture and IT gives to society and the numbers of low-income families helped with the provision of low-cost furniture.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2025

The charity is aware of and has reviewed the Charity Commission guidance on public benefit, in particular the legal requirements of charities working to relieve poverty and has taken it into account when reporting on the work the charity has done in the last 12 months. This is covered throughout this report.

Achievements and performance

The organisation has been maintained as an incorporated charity with shareholdings in Wastesavers Limited.

Last year we planned a year of growth with the completion of a number of new projects. Specifically we planned to:

- Complete and launch our education room;
- Launch our new updated and rebranded website;
- Increase our commercial recycling offer by contracting with local authorities to increase our reach;
- Purchase additional commercial recycling vehicles in response to the 2024 WG source segregated commercial recycling legislation;
- Prepare for next phase of the Newport kerbside recycling contract; and
- Install solar panels at both Newport sites.

We completed four of these projects with two ongoing, specifically the Education Room and the next phase of our contract for kerbside recycling collection. We have targeted completion of these in 2025-26.

Financial Review

This year marked significant growth for the business recycling department with the introduction of new legislation from Welsh Government mandating source segregated collections from commercial businesses. Significant time and resources were placed into expanding this part of our business during the first 6 months of the year. In addition to this we took receipt of a new commercial vehicle, launched our website, continued work on our education room, installed solar panels and began work to celebrate our 40th birthday. We also maintained our ISO 9001, 14001 and 45001 standards which are embedded within the organisations activities and are subject to continuous improvement.

Reuse

Focus for 2024-25 was on improving the quality and performance of all shops to ensure all our high standards were met. We employed an average of 52 staff which represented a drop of 4 people from 2023-24 figures. This was due to the end of some projects and the rationalisation of some positions following resignation. We also worked with 170 volunteers who contributed 31,393 hours at a labour value of £359k at living wage (£11.44/hr). This helped us to reuse and recycle furniture, IT, electrical equipment and household bric-a-brac and to divert 1,131 tonnes of reusable items from landfill (1,379T 2023-24). The drop between 2023-24 and 2024-25 is as a result of our change in data reporting.

We saw an overall 13% increase in income from £1,382k to £1,570k. This was made up of £120k additional income generated by the Tip Shops and £23k generated by the Reuse Centre, however this was offset by a reduction in income from IT of £20K. This will be a focus on work during the next 12 months. Funding drew to a close in Aberdare which restricted income and forced the group to make some staff changes to balance the books. This will also be subject to work in 2025-26.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2025

We continued our nappy library provision, and during the last 12 months we have spoken to over 400 families about making the switch to reusables and we hired out 30 nappy kits, converting 24 families to cloth. We worked with 6 baby banks, food banks and other charities on an ongoing basis, providing free nappies, as well as ensuring libraries in Newport, Caerphilly, Torfaen, Blaenau Gwent and Cardiff had reusable nappies available for free. Through the libraries project we gave out more than 400 nappies free of charge to families who needed them. We also provided community kits to local families in necessitous circumstances, from families with children with disabilities to those who provide foster placements. Since our library began that's over 1000 cloth nappies given away into the community for free. Something we are very proud of.

PEAK and Education

PEAK had a great year, working with 32 pupils and achieved 87 certificates. The staff worked hard delivering new creative lessons for students, keeping student focussed wellbeing at the heart of their delivery. Student income from PEAK dropped to £81k from £84k in 2023-24 representing the change in financial situations within the schools, however the quality of teaching remained high with new courses on offer. We note here that our education projects are supported by our other charitable works and accept that they could see a yearend loss.

The education room is in its final stages of development with coding almost complete. New videos have been written and produced with Ali our new education room host taking centre stage. Once testing has completed we hope to launch this room in Autumn 2025.

Kerbside and Commercial Recycling

In April 2024, the Welsh Government introduced new legislation mandating recycling from non-domestic premises to be segregated at source. The purpose was to increase the quality of recyclable materials that was being collected from businesses for recycling and to increase the volumes of waste being recycled in Wales. Wastesavers were well placed to capitalise on this new legislation as we have been operated source segregated collections since our inception. We negotiated two new contracts with Local Authorities and increased the number of direct clients we held. Within 6 months we saw our client numbers rise from 250 to 1,200. As a result we saw additional spend on vehicles and people in order to serve new customers. Income increased from £216k to £830k and tonnages rise from 950T in 2023-24 to 2,287T in 2024-25. A 284% increase in value.

Kerbside Recycling

During the year, our kerbside recycling service diverted 19,884 tonnes of recyclable material from disposal. This was 2.27% higher than 2023-24 due to the full year effect of three weekly refuse collections. Material prices were strong during the year with an increase of £343k on that received during 2023-24 (£1,645k in 2024-25 compared to £1,301k in 2023-24) mainly due to the strong value of plastic and the improved quality of cardboard due to the rollout of the blue bag the previous year.

Income from Newport City Council was also higher at £3,164k against last years' £3,106k due to the rise in salary costs, however we maintained our position as a "living wage" employer. At the same time our agency costs remained broadly the same (£861k in 2023-24 compared to £865k in 2024-25) reflecting the stability of the workforce and our focus on direct employment over casual staff.

Money spent on purchasing kerbside containers dropped to £227K from the previous year's spend as no significant service changes were introduced, however the value of held stock for commercial bins increased to £45k due to the purchase of containers ahead of our service expansion.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2025

Income from the Kerbside Recycling service delivered for Newport residents and from selling collected recycled material from its kerbside and commercial recycling departments, make up the largest proportion of overall income for the group. However, the Kerbside project is run at cost price and therefore no profit is generated from this contract with Newport City Council. The limited company does engage in profit making activities through its commercial recycling department and from commercial reprocessing. This year the projects together made a profit of £37k against the loss of £25k in 2023-24 as the commercial recycling activities began to generate income. As in previous years, the rent paid to the charity for the building occupied by Wastesavers Limited and the management fees paid by the commercial project generated an income of £105k for the charity, an increase of 56% on last year.

Overall

At the end of the reporting period 2024-25 the Gross results for the group were a deficit of £237k after consolidation adjustments. As standalone entities, the charity made a surplus of £39k, and the limited company's accounts show a profit of £37k.

Other points to note are as follows:

Fixed assets

In total the group's tangible fixed assets stand at £2,699k (£2,862k 2023-24) with £938k (£930k 2023-24) liabilities due within 12 months. During this time our finance lease commitments increased by 18% to £342k due to the purchase of the two electric recycling trucks and in line with our commitment to reduce our carbon production, and Wales commitment to Net Zero by 2050.

Our cash and cash equivalents were £988k at the end of 2024-25 (£1,126k 2023-24) a reduction of £138K on the prior period due the additional spend on expanding our commercial recycling services, including upfront revenue costs and capital purchases.

Debt

Creditors have increased slightly from £1,103k (2023-24) to £1,178k this year with debtors also up to £813k from £720k an increase of 13%.

Reserves policy

It is our policy to put aside the equivalent of three months' wages for the group. This is currently set at £1,410k and is to cover costs associated with a cease of contract or problems with a restriction in cashflow. At year end there was a balance of £913k (£858k 2023-24) held in unrestricted net current assets an increase of £54k.

Fundraising

Wastesavers does not carry out any fundraising activities and does not have any contracts with professional fundraisers.

Wastesavers is not a member of any voluntary fundraising schemes.

There are no fundraising activities to be monitored.

Wastesavers has had no complaints about fundraising as no fundraising activities were undertaken. There is however, a formal complaints procedure as part of its accredited and audited management system, which is regularly reviewed by the senior management team.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2025

Wastesavers does not carry out any fundraising activities that would contravene GDPR regulations or would cause unreasonable intrusion into a person's privacy, particularly those that are vulnerable. It does not use unreasonably persistent approaches or undue pressure to give as it does not carry out any fundraising activities.

Plans for future periods

2024-25 was a year of growth in our commercial recycling department. Our plans for 2025-26 focus on continued expansion for our commercial services, carefully consolidation for the charity as it deals with the impact of the National Insurance rises scheduled for employers and the end of the current kerbside recycling contract. Specifically we will:

- Launch our education room (carried forward from 2024-25) and launch our education room;
- Secure a new kerbside recycling contract to replace the current one which expires 31-3-26 (carried forward from 2024-25);
- Expand commercial recycling collections into Torfaen and expand our reach in Newport;
- Celebrate our 40th Birthday with increased social media presence and open day for Councillors;
- Start upcycling research project;
- Achieve ISO 27001 to enhance our IT recycling and reuse provision;
- Achieve Cyber Security Plus;
- Replace PEAK kitchen; and
- Conduct a review to update and improve the current governance arrangements.

Going concern statement

The trustees consider that the charity will continue as a going concern for a period of at least 12 months from the date on which these financial statements are approved for the following reasons:

- The charity holds unrestricted net current assets of £912k;
- The charity generates its own income and has multiple contracts for delivering services;
- The charity is surplus generating in its own right; and
- Profit is generated by its commercial recycling services run through its trading arm.

The company has a contract for its kerbside recycling service in place until 31st March 2026. This is currently going through review. Wastesavers are confident it will secure the contract for the delivery of this service for the next period, due to its position in Newport, its history, and the capital assets it already holds, which were designed for collection of Newport's kerbside material. If it is not successful then the charity will continue as it currently stands and has sufficient reserves in place to cover any shortfall generated by the loss of the kerbside contract.

The trustees therefore consider it appropriate to adopt the going concern basis for the preparation of the accounts, as detailed in note 1(c) to the financial statements.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2025

Statement of responsibilities of the trustees

The trustees (who are also directors of the charity for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The trustees are required to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and the group and the incoming resources and application of resources, including the net income or expenditure, of the charity and the group for the year. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice 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 charity will continue in operation.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up.

Auditors

Godfrey Wilson Limited were re-appointed as auditors to the group and parent charity during the year and have expressed their willingness to continue in that capacity.

Approved by the trustees on 16 October 2025 and signed on their behalf by

M Esposito

Mark Esposito, Treasurer

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

Opinion

We have audited the financial statements of Wastesavers Charitable Trust Limited (the 'parent charity') and its subsidiary (the 'group') for the year ended 31 March 2025 which comprise the consolidated statement of financial activities, consolidated and parent's balance sheets, consolidated statement of cash flows and the related 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 group and parent charity's affairs as at 31 March 2025 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 group and parent charity 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 the provisions available for small entities, in the circumstances set out in note 9 to the financial statements, 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 group and parent charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

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

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

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.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' 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 group and parent charity and their 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 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charity 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 the trustees

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

In preparing the financial statements, the trustees are responsible for assessing the group and the parent 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 group or the parent charity or to cease operations, or have no realistic alternative but to do so.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

Our 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 the 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 procedures we carried out and the extent to which they are capable of detecting irregularities, including fraud, are detailed below:

(1) We obtained an understanding of the legal and regulatory framework that the charity operates in, and assessed the risk of non-compliance with applicable laws and regulations. Throughout the audit, we remained alert to possible indications of non-compliance.

(2) We reviewed the charity's policies and procedures in relation to:

- Identifying, evaluating and complying with laws and regulations, and whether they were aware of any instances of non-compliance;
- Detecting and responding to the risk of fraud, and whether they were aware of any actual, suspected or alleged fraud; and
- Designing and implementing internal controls to mitigate the risk of non-compliance with laws and regulations, including fraud.

(3) We inspected the minutes of trustee meetings.

(4) We enquired about any non-routine communication with regulators and reviewed any reports made to them.

(5) We reviewed the financial statement disclosures and assessed their compliance with applicable laws and regulations.

(6) We performed analytical procedures to identify any unusual or unexpected transactions or balances that may indicate a risk of material fraud or error.

(7) We assessed the risk of fraud through management override of controls and carried out procedures to address this risk. Our procedures included:

- Testing the appropriateness of journal entries;
- Assessing judgements and accounting estimates for potential bias;
- Reviewing related party transactions; and
- Testing transactions that are unusual or outside the normal course of business.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. Irregularities that arise due to fraud can be even harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

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

Use of our report

This report is made solely to the charity'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 charity's members those matters we are required to state to them in an auditors 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 charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

William Guy Blake

Date: 17 October 2025

William Guy Blake ACA
(Senior Statutory Auditor)

For and on behalf of:

GODFREY WILSON LIMITED

Chartered accountants and statutory auditors
5th Floor Mariner House
62 Prince Street
Bristol
BS1 4QD

Wastesavers Charitable Trust Limited

Consolidated statement of financial activities *(incorporating an income and expenditure account)*

For the year ended 31 March 2025

	Note	Restricted £	Unrestricted £	2025 Total £	2024 Total £
Income from:					
Donations and legacies	3	-	18,286	18,286	20,909
<i>Charitable activities</i>					
Reuse	4	32,854	1,537,487	1,570,341	1,382,266
Recycling	5	-	5,913,889	5,913,889	6,127,179
Education	6	-	81,480	81,480	84,285
Investments		-	11,714	11,714	5,722
Total income		<u>32,854</u>	<u>7,562,856</u>	<u>7,595,710</u>	<u>7,620,361</u>
Expenditure on:					
<i>Charitable activities</i>					
Reuse		125,482	1,278,022	1,403,504	1,329,678
Recycling		312,105	5,986,006	6,298,111	5,779,764
Education		-	130,863	130,863	111,817
Total expenditure	8	<u>437,587</u>	<u>7,394,891</u>	<u>7,832,478</u>	<u>7,221,259</u>
Net income / (expenditure) and net movement in funds	9	(404,733)	167,965	(236,768)	399,102
Reconciliation of funds:					
Total funds brought forward		<u>2,338,383</u>	<u>1,274,648</u>	<u>3,613,031</u>	<u>3,213,929</u>
Total funds carried forward		<u><u>1,933,650</u></u>	<u><u>1,442,613</u></u>	<u><u>3,376,263</u></u>	<u><u>3,613,031</u></u>

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in Note 20 to the accounts.

Wastesavers Charitable Trust Limited

Consolidated balance sheets

As at 31 March 2025

	Note	The group 2025 £	The group 2024 £	The charity 2025 £	The charity 2024 £
Fixed assets					
Tangible assets	11	2,698,747	2,861,659	934,169	1,000,291
Investments	12	-	-	100	100
		<u>2,698,747</u>	<u>2,861,659</u>	<u>934,269</u>	<u>1,000,391</u>
Current assets					
Stocks	14	54,134	8,695	8,695	8,695
Debtors	15	813,470	720,032	84,330	41,519
Current asset investments		-	400,000	-	400,000
Cash at bank and in hand		<u>987,769</u>	<u>725,658</u>	<u>674,425</u>	<u>302,435</u>
		1,855,373	1,854,385	767,450	752,649
Liabilities					
Creditors: amounts falling due within 1 year	16	<u>(938,492)</u>	<u>(929,660)</u>	<u>(172,526)</u>	<u>(262,365)</u>
Net current assets		<u>916,881</u>	<u>924,725</u>	<u>594,924</u>	<u>490,284</u>
Total assets less current liabilities		3,615,628	3,786,384	1,529,193	1,490,675
Creditors: amounts falling due after more than 1 year	17	<u>(239,365)</u>	<u>(173,353)</u>	-	-
Net assets	19	<u>3,376,263</u>	<u>3,613,031</u>	<u>1,529,193</u>	<u>1,490,675</u>
Funds	20				
Restricted funds		1,933,650	2,338,383	745,640	838,268
Unrestricted funds		<u>1,442,613</u>	<u>1,274,648</u>	<u>783,553</u>	<u>652,407</u>
Total charity funds		<u>3,376,263</u>	<u>3,613,031</u>	<u>1,529,193</u>	<u>1,490,675</u>

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

Approved by the trustees on 16 October 2025 and signed on their behalf by

M Esposito

Mark Esposito - Treasurer

Wastesavers Charitable Trust Limited

Consolidated statement of cash flows

For the year ended 31 March 2025

	2025	2024
	£	£
Cash used in operating activities:		
Net movement in funds	(236,768)	399,102
Adjustments for:		
Depreciation	411,327	385,738
Profit on the sale of fixed assets	(1,033)	-
Interest received	(11,714)	(5,722)
Interest paid	15,478	17,159
(Increase) / decrease in stock	(45,439)	23,603
(Increase) / decrease in debtors	(93,438)	413,960
Increase / (decrease) in creditors	52,877	(184,036)
Net cash provided by operating activities	91,290	1,049,804
Cash flows from investing activities:		
Interest received	11,714	5,722
Proceeds from the sale of property, plant and equipment	1,033	-
Payments for plant, property and equipment	(110,231)	(848,196)
Net cash used in investing activities	(97,484)	(842,474)
Cash flows from financing activities:		
Payment of finance lease liabilities	(131,695)	(224,096)
Net cash used in financing activities	(131,695)	(224,096)
Decrease in cash and cash equivalents in the year	(137,889)	(16,766)
Cash and cash equivalents at the beginning of the year	1,125,658	1,142,424
Cash and cash equivalents at the end of the year	987,769	1,125,658
Cash and cash equivalents comprise:		
Current asset investments	-	400,000
Cash at bank and in hand	987,769	725,658
	987,769	1,125,658

Wastesavers Charitable Trust Limited

Consolidated statement of cash flows

For the year ended 31 March 2025

Analysis of changes in net debt:

	Brought forward £	Cash flows £	New leases £	Non-cash movements £	Carried forward £
Cash	1,125,658	(137,889)	-	-	987,769
Obligations under finance leases within 1 year	(116,192)	131,695	(56,636)	(61,720)	(102,853)
Obligations under finance leases after 1 year	<u>(173,353)</u>	<u>-</u>	<u>(112,254)</u>	<u>46,242</u>	<u>(239,365)</u>
	<u>836,113</u>	<u>(6,194)</u>	<u>(168,890)</u>	<u>(15,478)</u>	<u>645,551</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

1. Accounting policies

a) Basis of preparation

Wastesavers Charitable Trust Limited is a charitable company limited by guarantee registered in England and Wales. The registered office address is Wastesavers Resource Centre, Esperanto Way, Lliswerry, Newport, NP19 0RD.

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities in preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Wastesavers Charitable Trust Limited 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.

b) Group accounts

These financial statements consolidate the results of the charitable company and its wholly-owned (controlled) subsidiary, Wastesavers Limited, on a line by line basis. Transactions and balances between the charitable company and its subsidiary have been eliminated from the consolidated financial statements. Balances between the two companies are disclosed in the notes of the charitable company's balance sheet. A separate statement of financial activities, or income and expenditure account, for the charitable company itself is not presented because the charitable company has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006.

c) Going concern basis of accounting

The accounts have been prepared on the assumption that the charity and group are able to continue as a going concern, which the trustees consider appropriate having regard to the current level of unrestricted reserves. The charity's subsidiary, Wastesavers Limited, has a contract for kerbside recycling in place until 31 March 2026, which is currently going through review. As set out in the trustees' report on page 8, the trustees consider that the group and charity has sufficient reserves to continue in operation in the event of the loss of the kerbside contract. There are considered to be no material uncertainties about the charity and group's ability to continue as a going concern.

d) Income

Income is recognised when the charitable company has entitlement to the funds, any performance conditions attached to the items of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from the government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charitable company has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income generated from the supply of goods or services is included in the statement of financial activities in the period in which the supply is made. Income received in advance of provision of reuse or training services is deferred until criteria for income recognition are met.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

1. Accounting policies (continued)

e) Donated goods for resale

Donated goods for resale are recognised as income at their fair value upon receipt, which is deemed to be the expected proceeds from sale less the expected costs of sale. Any difference in the resale value is charged or credited to the statement of financial activities during the year.

f) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charitable company; this is normally upon notification of the interest paid or payable by the bank.

g) Funds accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charitable company. Designated funds are unrestricted funds of the charitable company which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charitable company's work or for specific projects being undertaken by the charitable company.

h) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

i) Allocation of support and governance costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Governance costs are the costs associated with the governance arrangements of the charity, including the costs of complying with constitutional and statutory requirements and any costs associated with the strategic management of the charity's activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities on the following basis:

	2025	2024
Reuse	20.5%	22.3%
Recycling	77.3%	75.6%
Education	2.2%	2.1%

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

1. Accounting policies (continued)

j) Tangible fixed assets

Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

Land and buildings	25 years straight line
Motor vehicles	5 and 7 years straight line
Plant and machinery	7 years straight line
Computer and office equipment	4 years straight line
Leasehold land improvements	5 years straight line

Leasehold land is not depreciated.

Items of equipment are capitalised where the purchase price exceeds £10,000. Depreciation costs are allocated to activities on the basis of the use of the related assets in those activities. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

k) Investment in subsidiary undertakings

The charitable company has one wholly owned subsidiary, Wastesavers Limited, (registered company number 03842840). The subsidiary is used for non-primary purpose trading activities. The subsidiary undertaking is valued at cost less any cumulative impairment losses in the charitable company's accounts.

l) Stock

Purchased stock is included at the lower of cost or net realisable value. Donated items of stock for resale are recognised at fair value which is the expected proceeds from sale less any expected costs of sale. A value for IT stock is brought into the accounts once the item is ready for sale in the Reuse shop. Tip shop stock is not included as stock at the year end as it is not practicable to value it until the point of sale.

m) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

n) Current asset investments

Current asset investments consist of cash held on deposit in interest bearing accounts with a maturity of 90 days or more after the year end. Such investments are measured at their fair value.

o) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

1. Accounting policies (continued)

p) Creditors

Creditors and provisions are recognised where the charitable company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

q) Financial instruments

The group and charitable company only have financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value except for bank loans which are subsequently recognised at amortised cost using the effective interest method.

r) Redundancy payments

Where an employee receives a termination benefit the full cost is recognised at the date the employee is notified.

s) Pension costs

The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable under the scheme by the charitable company to the fund. The charitable company has no liability under the scheme other than for the payment of those contributions.

t) Finance leases

Assets purchased under finance leases are capitalised as fixed assets. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charge. Finance charges are written off to the statement of financial activities over the period of the lease so as to produce a constant periodic rate of charge on the remaining balance of the liability.

u) Critical accounting judgements and key sources of estimation or uncertainty

In the application of the group's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key sources of estimation or uncertainty that have a significant effect on the amounts recognised in the financial statements are described below.

Depreciation

As described in note 1j to the financial statements, depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

2. Prior period comparatives: statement of financial activities

	Restricted £	Unrestricted £	2024 Total £
Income from:			
Donations and legacies	5,000	15,909	20,909
<i>Charitable activities</i>			
Reuse	36,107	1,346,159	1,382,266
Recycling	746,880	5,380,299	6,127,179
Education	-	84,285	84,285
Investments	-	5,722	5,722
Total income	787,987	6,832,374	7,620,361
Expenditure on:			
<i>Charitable activities</i>			
Reuse	155,456	1,174,222	1,329,678
Recycling	245,061	5,534,703	5,779,764
Education	-	95,092	111,817
Total expenditure	400,517	6,820,742	7,221,259
Net income / (expenditure)	387,470	11,632	399,102
Transfers between funds	(14,677)	14,677	-
Net movement in funds	372,793	26,309	399,102

3. Donations and legacies

	Restricted £	Unrestricted £	2025 Total £
Donations and gift aid	-	18,286	18,286
	-	18,286	18,286

Prior year comparative

	Restricted £	Unrestricted £	2024 Total £
Donations and gift aid	5,000	13,909	18,909
Grants	-	2,000	2,000
	5,000	15,909	20,909

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

4. Reuse

	Restricted £	Unrestricted £	2025 Total £
Grants - revenue	32,854	77,450	110,304
Computer recycling	-	45,503	45,503
Furniture shop	-	138,880	138,880
Tip shops	-	1,275,654	1,275,654
	<u>32,854</u>	<u>1,537,487</u>	<u>1,570,341</u>

Prior period comparative

	Restricted £	Unrestricted £	2024 Total £
Grants - revenue	36,107	-	36,107
Computer recycling	-	65,848	65,848
Furniture shop	-	116,235	116,235
Tip shops	-	1,155,674	1,155,674
Other income	-	8,402	8,402
	<u>36,107</u>	<u>1,346,159</u>	<u>1,382,266</u>

5. Recycling

	Restricted £	Unrestricted £	2025 Total £
Material sales	-	1,670,334	1,670,334
Newport City Council Kerbside:			
Recycling payment	-	3,169,173	3,169,173
Reimbursement for recycling consumables	-	227,270	227,270
Flats recycling	-	13,308	13,308
Commercial recycling income	-	830,096	830,096
Other income	-	2,675	2,675
Profit on disposal	-	1,033	1,033
	<u>-</u>	<u>5,913,889</u>	<u>5,913,889</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

5. Recycling (continued) Prior period comparative

	Restricted £	Unrestricted £	2024 Total £
Material sales	-	1,301,529	1,301,529
Newport City Council Kerbside: Recycling payment	-	3,105,974	3,105,974
Reimbursement for recycling consumables	-	715,168	715,168
Grants - capital	746,880	-	746,880
Flats recycling	-	40,056	40,056
Commercial recycling income	-	216,389	216,389
Other income	-	1,183	1,183
	<u>746,880</u>	<u>5,380,299</u>	<u>6,127,179</u>

6. Education

	2025 Total £	2024 Total £
Student income	<u>81,480</u>	<u>84,285</u>

All income from education in the current and prior year was unrestricted.

7. Government grants

The charitable company receives government grants, defined as grant funding from the Welsh Government Shared Prosperity Fund, to fund charitable activities. The total value of such grants in the period ending 31 March 2025 was £99,477 (2024: £10,827). There are no unfulfilled conditions or contingencies attaching to these grants.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

8. Total expenditure

	Reuse £	Recycling £	Education £	Support and governance £	2025 Total £
Staff costs (note 10)	1,015,704	3,829,486	108,920	140,174	5,094,284
Other staff costs	49,499	81,777	1,180	6,851	139,307
Service delivery costs	128,362	1,429,970	3,283	361	1,561,976
Development and consultancy	12,582	9,591	615	36,909	59,697
Premises costs	55,555	125,954	5,161	-	186,670
Administrative costs	42,527	63,084	3,825	3,516	112,952
Insurance	26,796	182,398	1,789	830	211,813
Audit and accountancy	1,483	11,661	-	10,895	24,039
Bad debts	-	767	-	-	767
Interest and charges	14,206	15,440	-	-	29,646
Depreciation	-	333,866	-	77,461	411,327
Sub-total	1,346,714	6,083,994	124,773	276,997	7,832,478
Allocation of support and governance costs	56,790	214,117	6,090	(276,997)	-
Total expenditure	1,403,504	6,298,111	130,863	-	7,832,478

Total governance costs were £17,400.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

**8. Total expenditure (continued)
Prior period comparative**

	Reuse £	Recycling £	Education £	Support and governance £	2024 Total £
Staff costs (note 10)	965,214	3,273,837	90,531	126,420	4,456,002
Other staff costs	56,452	77,919	5,830	9,469	149,670
Service delivery costs	116,058	1,505,275	2,687	296	1,624,316
Development and consultancy	7,228	29,067	1,118	33,550	70,963
Premises costs	43,870	148,534	360	-	192,764
Administrative costs	48,533	41,226	4,365	3,283	97,407
Insurance	20,989	172,654	1,368	577	195,588
Audit and accountancy	295	9,164	126	8,720	18,305
Bad debts	-	221	-	-	221
Interest and charges	13,126	17,159	-	-	30,285
Depreciation	-	308,277	-	77,461	385,738
Sub-total	1,271,765	5,583,333	106,385	259,776	7,221,259
Allocation of support and governance costs	57,913	196,431	5,432	(259,776)	-
Total expenditure	1,329,678	5,779,764	111,817	-	7,221,259

Total governance costs were £16,900.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

9. Net movement in funds

This is stated after charging / (crediting):

	2025 £	2024 £
Interest payable	29,646	30,285
Depreciation		
▪ Owned assets	349,733	315,933
▪ Leased assets	61,594	69,805
Operating lease payments	46,536	19,944
Profit on the sale of fixed assets	(1,033)	-
Trustees' remuneration	Nil	Nil
Trustees' reimbursed expenses	Nil	Nil
Auditors' remuneration (excluding VAT):		
▪ Statutory audit	17,400	16,900
▪ Other services	700	700

In common with other charities of our size and nature we use our auditors to assist with the preparation of the financial statements and to prepare and submit returns to the tax authorities.

10. Staff costs and numbers

Staff costs for the group were as follows:

	2025 £	2024 £
Salaries and wages	3,657,277	3,143,795
Social security costs	319,608	259,340
Pension contributions	251,880	191,442
Agency staff	865,519	861,425
	5,094,284	4,456,002

No employee earned more than £60,000 during the current or prior year.

The key management personnel of the group comprise the Chief Executive Officer, Strategic Finance Manager, Head of Operations, and Operational Finance Manager who are employed by Wastesavers Limited, and the Charity Manager who is employed by Wastesavers Charitable Trust Limited. The total employee benefits of the key management personnel of the group, including employers' national insurance, were £272,575 (2024: £231,840).

	2025 No.	2024 No.
Average head count	146	132

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

11. Tangible fixed assets

The group	Assets under construction £	Land and buildings £	Leasehold land £	Plant and machinery £	Motor vehicles £	Office equipment £	Leasehold improvements £	Total £
Cost								
At 1 April 2024	110,889	2,374,191	121,281	885,911	4,545,332	27,564	603,941	8,669,109
Additions in year	11,339	-	-	-	237,076	-	-	248,415
Disposals in year	-	-	-	-	(47,510)	-	-	(47,510)
At 31 March 2025	122,228	2,374,191	121,281	885,911	4,734,898	27,564	603,941	8,870,014
Depreciation								
At 1 April 2024	-	1,499,775	-	776,175	3,313,082	27,564	190,854	5,807,450
Charge for the year	-	70,417	-	46,608	270,446	-	23,856	411,327
Disposals in year	-	-	-	-	(47,510)	-	-	(47,510)
At 31 March 2025	-	1,570,192	-	822,783	3,536,018	27,564	214,710	6,171,267
Net book value								
At 31 March 2025	122,228	803,999	121,281	63,128	1,198,880	-	389,231	2,698,747
At 31 March 2024	110,889	874,416	121,281	109,736	1,232,250	-	413,087	2,861,659

Included within the net book value is £362,171 (2024: £270,229) relating to assets held under finance leases. The depreciation charged to the statement of financial activities in respect of these assets was £61,594 (2024: £69,805).

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

11. Tangible fixed assets (continued)

The charity

Cost

At 1 April 2024

Additions in year

At 31 March 2025

Depreciation

At 1 April 2024

Charge for the year

At 31 March 2025

Net book value

At 31 March 2025

At 31 March 2024

	Assets under construction £	Land and buildings £	Plant and machinery £	Motor vehicles £	Total £
	110,890	2,374,191	1,898	49,310	2,536,289
	11,339	-	-	-	11,339
	122,229	2,374,191	1,898	49,310	2,547,628
	-	1,499,775	1,898	34,325	1,535,998
	-	70,417	-	7,044	77,461
	-	1,570,192	1,898	41,369	1,613,459
	122,229	803,999	-	7,941	934,169
	110,890	874,416	-	14,985	1,000,291

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

12. Subsidiary undertakings

Wastesavers Limited

The charitable company owns the whole of the issued share capital (100 ordinary £1 shares) of Wastesavers Limited, a company registered in England and Wales. The subsidiary is used for non-primary purpose trading activities. All activities have been consolidated on a line by line basis in the statement of financial activities. Available profits are donated to the charitable company. A summary of the results of the subsidiary is shown below:

	2025 £	2024 £
Turnover	6,224,961	5,625,359
Cost of sales	<u>(327,384)</u>	<u>(787,808)</u>
Gross profit	5,897,577	4,837,551
Administrative expenses	<u>(5,846,351)</u>	<u>(4,845,756)</u>
Operating profit	51,226	(8,205)
Profit on disposal	1,033	-
Interest payable	<u>(15,440)</u>	<u>(17,159)</u>
Profit on ordinary activities	36,819	(25,364)
Corporation tax	<u>-</u>	<u>-</u>
Profit for financial year	<u>36,819</u>	<u>(25,364)</u>
The aggregate of the assets, liabilities and funds was:		
	2025 £	2024 £
Assets	2,875,437	3,082,467
Liabilities	<u>(2,216,276)</u>	<u>(2,460,125)</u>
Funds	<u>659,161</u>	<u>622,342</u>

13. Parent charity

The parent charity's gross income and the results for the year are disclosed as follows:

	2025 £	2024 £
Gross income	1,787,004	1,560,572
Results for the year	<u>38,518</u>	<u>(77,353)</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

14. Stock

	The group		The charity	
	2025	2024	2025	2024
	£	£	£	£
Donated goods for resale	8,695	8,695	8,695	8,695
Bins for commercial recycling	45,439	-	-	-
Total stock	54,134	8,695	8,695	8,695

15. Debtors

	The group		The charity	
	2025	2024	2025	2024
	£	£	£	£
Debtors: amounts due within 1 year:				
Trade debtors	413,244	339,187	44,461	7,012
Prepayments	64,063	78,749	15,149	18,429
Accrued income	336,163	289,873	1,786	2,459
Amounts owed from subsidiary	-	-	12,755	-
VAT	-	-	10,179	13,619
	813,470	707,809	84,330	41,519
Debtors: amounts due after 1 year:				
Prepayments	-	12,223	-	-
Total debtors	813,470	720,032	84,330	41,519

16. Creditors: amounts due within 1 year

	The group		The charity	
	2025	2024	2025	2024
	£	£	£	£
Trade creditors	175,692	219,623	22,749	32,322
Other taxation and social security	233,877	216,385	15,222	15,762
Accruals	215,478	203,226	125,955	101,331
Other creditors	69,382	48,658	8,600	7,206
Amounts owed to subsidiary	-	-	-	105,744
Deferred income (see note 21)	141,210	125,576	-	-
Obligations under finance leases	102,853	116,192	-	-
	938,492	929,660	172,526	262,365

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

17. Creditors: amounts due after 1 year

	The group		The charity	
	2025	2024	2025	2024
	£	£	£	£
Obligations under finance leases	<u>239,365</u>	<u>173,353</u>	<u>-</u>	<u>-</u>

18. Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes. The charitable company's trading subsidiary, Wastesavers Limited, donates available profits to the charitable company. Any taxable profits retained in the subsidiary company are chargeable to corporation tax.

19. Analysis of net assets between funds

	Restricted funds	Unrestricted funds	Total funds
	£	£	2025
			£
Tangible fixed assets	1,929,319	769,428	2,698,747
Current assets	4,331	1,851,042	1,855,373
Creditors: amounts falling due within 1 year	-	(938,492)	(938,492)
Creditors: amounts falling due after more than 1 year	-	(239,365)	(239,365)
Net assets at 31 March 2025	<u>1,933,650</u>	<u>1,442,613</u>	<u>3,376,263</u>
	Restricted funds	Unrestricted funds	Total funds
	£	£	2024
			£
Tangible fixed assets	2,271,940	589,719	2,861,659
Current assets	66,443	1,787,942	1,854,385
Creditors: amounts falling due within 1 year	-	(929,660)	(929,660)
Creditors: amounts falling due after more than 1 year	-	(173,353)	(173,353)
Net assets at 31 March 2024	<u>2,338,383</u>	<u>1,274,648</u>	<u>3,613,031</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

20. Movements in funds

	At 1 April 2024 £	Income £	Expenditure £	Transfers between funds £	At 31 March 2025 £
Restricted funds					
WEFO (EDRF Obj 2)	85,018	-	(21,513)	-	63,505
Welsh Assembly	113,470	-	(18,638)	-	94,832
Newport City Council	613,956	-	(30,984)	-	582,972
Rhondda Cynon Taf Council	14,997	-	(14,997)	-	-
Torfaen CBC	-	22,027	(22,027)	-	-
WCVA: Volunteering Wales					
Main Grant	10,827	10,827	(17,323)	-	4,331
Leasehold land (NCC)	121,281	-	-	-	121,281
NCC flats recycling	40,619	-	(40,619)	-	-
Wastesavers Ltd capital fund	1,338,215	-	(271,486)	-	1,066,729
Total restricted funds	2,338,383	32,854	(437,587)	-	1,933,650
Unrestricted funds					
General funds	1,274,648	7,562,856	(7,394,891)	-	1,442,613
Total unrestricted funds	1,274,648	7,562,856	(7,394,891)	-	1,442,613
Total funds	3,613,031	7,595,710	(7,832,478)	-	3,376,263

Purposes of restricted funds

WEFO and Welsh Assembly funds

The WEFO and Welsh Assembly funds are capital restricted funds representing the Wastesavers Resource Centre. The funds will be reduced each year by the annual depreciation charge of the related fixed assets, along with any impairment losses incurred.

Newport City Council

An award of funding in relation to improving reuse infrastructure in Newport.

Rhondda Cynon Taf Council

Rhondda Cynon Taf received funding of £110,000 from Welsh Government towards setting up a new Reuse site at Aberdare. The site was set up in 2022/23 and funding is being used to support the running of the site.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

20. Movements in funds (continued)

Purposes of restricted funds (continued)

Torfaen CBC

Funding to support salary costs and consumables for Torfaen Repair Café.

WCVA: Volunteering Wales Main Grant

Salary support for employment of additional volunteer co-ordinator.

Education Suite

Donations to fund the refurbishment of the education suite at Head Office. The refurbishment work is underway and expected to be completed by September 2025.

NCC flats recycling

Funding to provide flats' recycling facilities across Newport, working in partnership with Newport City Council and Newport City Homes. This is an ongoing project.

Wastesavers Ltd capital fund

The Wastesavers Ltd capital fund represents assets purchased and to be purchased with capital grants in the subsidiary company. The fund will be reduced each year by the annual depreciation charge of the related fixed assets. In the financial statement of Wastesavers Limited, these capital grants have been treated as deferred capital income. Adjustments were made on consolidation to bring the accounting treatment for capital grants into line with Wastesavers Charitable Trust Limited's accounting policies.

Landfill Disposal Tax Community Scheme

Funding was received to support the setting up of 2 new projects, The Nappy Library and Reuse Repair Café.

Leasehold land

A grant was received from the Welsh Government to enable Wastesavers Ltd to purchase a plot of leasehold land adjoining the current property.

Transfers between funds

Transfers between funds in the prior year represent the purchase of capital items of expenditure for the Education Suite.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

20. Movements in funds (continued)

Prior year comparative:

	At 1 April 2023 £	Income £	Expenditure £	Transfers between funds £	At 31 March 2024 £
Restricted funds					
WEFO (EDRF Obj 2)	106,531	-	(21,513)	-	85,018
Welsh Assembly	132,108	-	(18,638)	-	113,470
Cardiff City Council	-	-	-	-	-
Newport City Council	644,939	-	(30,983)	-	613,956
Rhondda Cynon Taf Council	69,993	-	(54,996)	-	14,997
Torfaen CBC	-	15,453	(15,453)	-	-
WCVA: Volunteering Wales					
Main Grant	-	10,827	-	-	10,827
Landfill Disposal Tax	4,046	9,827	(13,873)	-	-
Education Suite	9,677	5,000	-	(14,677)	-
Leasehold land (NCC)	121,281	-	-	-	121,281
NCC flats recycling	46,806	-	(6,187)	-	40,619
Wastesavers Ltd capital fund	830,209	746,880	(238,874)	-	1,338,215
Total restricted funds	1,965,590	787,987	(400,517)	(14,677)	2,338,383
Unrestricted funds					
General funds	1,248,339	6,832,374	(6,820,742)	14,677	1,274,648
Total unrestricted funds	1,248,339	6,832,374	(6,820,742)	14,677	1,274,648
Total funds	3,213,929	7,620,361	(7,221,259)	-	3,613,031

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

21. Deferred income

	The group		The charity	
	2025	2024	2025	2024
	£	£	£	£
At 1 April 2024	125,576	91,707	-	-
Amounts deferred during the year	141,210	125,576	-	-
Amounts released during the year	(125,576)	(91,707)	-	-
At 31 March 2025	141,210	125,576	-	-

The Commercial Recycling Service invoices in advance of service delivery. As the group is not entitled to the income until the services are delivered, the income is deferred within the group accounts.

22. Related party transactions

Wastesavers Limited

Wastesavers Limited is a wholly owned subsidiary of Wastesavers Charitable Trust Limited. During the year Wastesavers Limited paid the following amounts to Wastesavers Charitable Trust Limited:

	2025	2024
	£	£
Rent	48,168	48,168
Management fee	57,014	19,222
	105,182	67,390

Newport City Council

David Mayer, a trustee of Wastesavers Charitable Trust Limited, is also a Councillor of Newport City Council. During the year Wastesavers Limited purchased materials totalling £227,270 (2024: £715,451) on behalf of Newport City Council and received a total of £3,736,744 (2024: £3,821,425). This included the following amounts:

	2025	2024
	£	£
Kerbside Recycling payment	3,163,585	3,105,974
Recycling consumables	227,270	715,451
Business Recycling payment	345,889	-
	3,736,744	3,821,425

A-Print and Design Limited

Roger Ayres, a trustee of Wastesavers Charitable Trust Limited, is also director of a printing company called A-Print and Design Limited. During the year Wastesavers Charitable Trust Limited (group) purchased printing supplies totalling £Nil (2024: £726) from A-Print and Design Limited. The outstanding balance at 31 March 2025 was £Nil (2024: £Nil).

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2025

23. Finance lease commitments

At 31 March 2025 the group had finance leases at the year end with total future minimum lease payments as follows:

	2025 £	2024 £
<i>Amount falling due:</i>		
Within 1 year	120,397	131,776
Within 1 - 5 years	<u>265,411</u>	<u>195,599</u>
	<u>385,808</u>	<u>327,375</u>

24. Operating lease commitments

At 31 March 2025 the company had operating leases at the year end with total future minimum lease payments as follows:

	2025 £	2024 £
<i>Amounts falling due:</i>		
Within 1 year	26,592	26,592
Within 1 - 5 years	<u>70,912</u>	<u>97,504</u>
	<u>97,504</u>	<u>124,096</u>

WASTESAVERS CHARITABLE TRUST LIMITED

England & Wales - Charity number 1116150

Accounts

Company no. 05326617
Charity no. 1116150

Wastesavers Charitable Trust Limited
Report and Audited Financial Statements
31 March 2024

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2024

The trustees present their report and the audited financial statements for the year ended 31 March 2024. Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the Memorandum and Articles of Association and the Statement of Recommended Practice - Accounting and Reporting by Charities (effective from January 2019).

Structure, governance and management

The organisation is a charitable company limited by guarantee, incorporated on 7 January 2005 and registered as a charity on 20 September 2006.

The organisation was established under a memorandum of association that established the objects and powers of the organisation and is governed under its articles of association.

The organisation looks to recruit trustees with suitable expertise and diverse experience who are able to support the objectives of the organisation. It does this by direct approach, targeted advertising and general social media posts. Wastesavers has recently revamped its recruitment policy and instigated a rigorous selection process to more closely, where possible, align itself to its increased geographic footprint and produce a more diverse board. This has proved to be very successful with three new board members have been appointed during 2023/24.

Training is available for trustees through WCVA, GAVO and ACEVO who provide a variety of courses for trustees throughout the year which are topical and informative. All trustees are encouraged to engage with at least one training session per year. In addition, at least one Trustee is supported with a place at the annual Reuse Conference to deepen their understanding of the industry and their counterparts across the environmental landscape.

The Trustees and Executive Officers of the Company are listed on Page 1.

The Company comprises of nine Trustees who are responsible for managing the affairs of the Company. Trustees are drawn from diverse professional backgrounds and many have significant board experience and extensive local and regional experience. The Trustees meet 11 times a year and consider risk management, development policy and strategy, the annual budget and the business plan and approve the annual financial statements. Trustees delegate the day-to-day management and implementation of the Company strategy and policy framework to the Officers of the Company via the Chief Executive Officer.

No Trustees are remunerated over and above travel expenses. Wastesavers Charitable Trust owns the whole of Wastesavers Limited's share capital; 100 ordinary £1 shares.

The CEO is appointed by the Board of Trustees and is answerable to the Board on a monthly basis. Day to day organisational decision making is carried out by the CEO who also formulates strategic objectives in consultation with, and approved by, the Board of Trustees.

Wastesavers Charitable Trust looks to minimise risk to the organisation at all times. However, it is recognised that sometimes certain levels of risk are necessary for the organisation to progress. At all times risks are calculated before action is made, taking into account the organisation's vulnerability, consequences of inaction and potential benefits. All decisions on risk assessments are made at Board level. This is recorded in the Company's risk register and reviewed at 6 monthly intervals or sooner if situation demands.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2024

The Trustees are ultimately responsible for the Company's system of internal financial control, which is designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets, the maintenance of proper accounting records, the reliability of financial information and the management of risk.

The following mechanisms are used for effective internal financial control:

- Clearly defined management and reporting structures;
- A robust programme of internal audits and external audit;
- Careful recruitment and effective training programmes for staff and trustees;
- Regular supervision and performance appraisals for staff;
- Financial regulations;
- Periodic reviews of accounting procedures by external accountants;
- Management information and accounting systems with quarterly reporting of financial results and other Performance Indicators compared with forecasts;
- An ongoing process of identifying, evaluating, and managing the significant financial risks faced by the company;
- A strategy covering the prevention, detection, and reporting of fraud; and
- A review of the effectiveness of the internal control measures using internal audit and other measures.

Wastesavers Charitable Trust is a member of CIWM, Reuse Network, ACEVO, GAVO and WCVA all of whom provide advice and guidance on the effective management of the charity and its operational undertakings.

Remuneration of key management personnel is brought to the attention of, and approved by, the Remuneration Committee which is made up of key members of the Board including the treasurer and chairman. When setting pay structures the local government NJC scales are considered along with industry benchmarking to ensure remuneration is appropriate and fair.

Objectives and activities

1. The relief of poverty by the provision of renovated furniture and other household accessories for residents in necessitous circumstances in the South East Wales area.
2. The advancement of education in respect of the environmental aspects of, and need for, recycling.
3. The advancement of education in respect of vocational skills, numeracy and literacy skills and practical skills of benefit to the community (to the extent that such objects are exclusively charitable).

Wastesavers Charitable Trust operates projects in three broad areas that work to further the objectives of the Charity:

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2024

1. **Reuse. Our flagship Reuse Centre in Maindee, Newport, and Reuse Shops at HWRCs in Newport, Llantrisant, Treherbert, Aberdare, Pentrebach, Roseheyworth, Cardiff, New Inn and Caerphilly.** These projects take a variety of household items donated by the general public and business including furniture, IT, electrical items and general bric and brac and makes them available to the general public at affordable prices. We deliver social programmes to reduce social isolation, increase digital awareness and improve employability as well as delivering a comprehensive volunteering programme to support people in gaining additional skills and experiences and to facilitate social interaction. We also run the first Nappy Library in Wales with a paid staff member, ensuring we prioritise reuse over disposal and repair cafes in Newport and Pontypool.
2. **Education Project.** Using a purpose-built education room at Wastesavers Resource Centre, Wastesavers works to educate primary school children about the importance of 'reduce, reuse and recycle'. The lessons are planned to ensure all children are not only enthused by the project but are aware of its environmental benefits. The education project typically hosts between 6 and 12 visits per term from schools across South Wales but primarily from Newport.
3. **PEAK.** Alternative education provision. Wastesavers works with schools, pupil referral units, the youth offending team, social services, and local authorities in South East Wales, specifically Newport and Torfaen, to take young people who are finding it difficult in mainstream education. The young people then work towards gaining basic/essential skills including plumbing, carpentry, bike repair, cookery, photography and Art and Design. This project employs 3 staff members and typically works with up to 12 young people per day delivering its objectives.

The charity also runs a trading arm, Wastesavers Limited. Wastesavers Limited delivers three key services which generates an income for the charity and furthering its aims and objectives. They occupy a building owned by the charity and pay it rent to cover the use of this space. From this location they deliver waste and recycling collection services to divert as much material from landfill as possible.

1. **Kerbside Recycling services** for the city of Newport. They hold a contract to deliver the kerbside recycling service including collection and reprocessing source segregated recyclate from all 74,000 houses and flats in Newport. This contract expires on 31 March 2026.
2. **Commercial Recycling Services** for Newport, Cardiff, Monmouthshire and Torfaen, collecting source segregated recycling from businesses using wheeled bins and reusable sacks.
3. **Commercial Reprocessing Services** – providing reprocessing services to local authorities and businesses in the local area on an ad hoc basis.

Last year this equated to 19,442 tonnes of recyclables collected at the kerbside and an additional 1,160 tonnes of material brought in from commercial businesses and reprocessing commercially on site.

Wastesavers Limited employs 70 members of staff and represent the largest proportion of income and expenditure for the group.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2024

The charity measures its success by the collection and analysis of Key Performance Indicators at its Management Review Meetings, Board Meetings and contract meetings. These key indicators include tonnages diverted from landfill, number of students trained, the number of schools who visit the education room and the number of volunteer hours contributed. Health and safety and environmental performance are also monitored and reported against.

On an annual basis the charity also reviews the additional value that reusing furniture and IT gives to society and the numbers of low-income families helped with the provision of low-cost furniture.

The charity is aware of and has reviewed the Charity Commission guidance on public benefit, in particular the legal requirements of charities working to relieve poverty and has taken it into account when reporting on the work the charity has done in the last 12 months. This is covered throughout this report.

Achievements and performance

The organisation has been maintained as an incorporated charity with shareholdings in Wastesavers Limited.

Last year, our main aim was to consolidate ahead of more growth planned for 2024-25, whilst continuing to deliver our aims and objectives, specifically:

- Redevelop our website and whole charity branding;
- Purchase additional commercial recycling vehicles ahead of the 2024 WG source segregated commercial recycling legislation;
- Roll out blue bags across Newport to improve material quality;
- Prepare for increased tonnages as a result of NCC introduced three weekly refuse collections;
- Install and relaunch Education Room;
- Expand reach of Newport Nappy Library to other areas; and
- Develop plans/bids for reuse shops in other local authority areas.

This year we made significant progress in all our aims.

Overview

This year was a period of consolidation ahead of more growth planned for 2024-25. We focussed on marketing and promotions, our education rooms and prepared for the commercial recycling development planned in 2024. Significant progress was made in each of these areas, although none were closed out completely. We were delayed in our website and brand relaunch due to a change in the Marketing Officer and whilst the education room is now installed, more work is needed coding the pods to ensure they are ready to deliver lessons. Priority is being given to this in 2024-25. We also managed to maintain our ISO 9001, 14001 and 45001 standards. More detail on this progress will be given below.

Reuse

It was a year of consolidation for our reuse activities following multiple years of focussed growth. We employed 56 staff, representing an increase of 4 people on our 2022-23 employment figures and worked with 234 volunteers who contributed 31,393 hours at a labour value of £359k at living wage (£11.44/hr). This helped us to reuse and recycle furniture, IT, electrical equipment and household bric-a-brac and to divert a massive 1,379 tonnes of reusable items from landfill (1,064T 2022-23).

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2024

In addition to this we expanded our nappy library to cover all the local authorities in which we work, from Aberdare to New Inn, which means 1.184M people now have access to a reusable nappy library in their area.

PEAK

PEAK faced change this year with the departure of one of its teachers and recruitment of a new senior tutor Emily Arscott who brought with her a wealth of experience in alternative education. She has already made a positive impact introducing new gardening, art and design projects. The centre continued to open 5 days a week and as a result we have engaged with 34 students 14 from Newport and 20 from Torfaen.

Education

Whilst significant progress was made on the installation of the education room with 5 material pods plus recycling truck now in place, launch has been delayed due to issues with the coding required for the pods. The company that designed the IT element of the room have had personnel issues which has further delayed matters, however the new Marketing Officer has this within her sights for 2024-25. Art work to the corridor, reception and hallway has all now been completed ensuring we are ready to launch as soon as the room allows.

Kerbside recycling

During the year, our kerbside recycling service diverted 19,442 tonnes of recyclable material from disposal. This was 3.26% higher than 2022-23 due to the move to three weekly refuse collections that began in May and completed in October. It is predicted that the full year equivalent for three weekly refuse collections will be 5.26% increase in dry recycle and 11.33% increase in food waste.

Material prices remained relatively strong during the year. Overall, we saw a £142k /10% drop in material income compared with the previous year mainly due to reduced price per tonne for plastic and card.

A key project for 2023-24 was improving the quality of the cardboard to avoid the gate fees we have seen in previous years. This meant changing the containers provided at kerbside to separate glass and cardboard. A red bag was introduced to replace the blue recycling box and this added additional capacity for cardboard (from 55L to 90L) along with separating glass into its own container. This not only provided additional capacity for residents ahead of the three weekly collections change but also represented a reduction in price of container (from £5.19 per box to £2.05 per bag).

We also purchased two electric Terberg vehicles and took receipt of two narrow access trucks. This will bolster the aging fleet and has enabled us to absorb the increase in material due to three weekly collections of refuse. This can be seen in the increase in motor vehicle assets of £1.012m.

Commercial recycling and responsibility

This year we saw an increase in income from commercial recycling from £170K to £216K with preparations made for the increase in customer base from April 2024. As such, a significant investment was made to purchase containers ahead of this expansion. In total we diverted 210 tonnes through our commercial reprocessing work and 950 tonnes from our commercial recycling work.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2024

Financial review

Income from the Kerbside Recycling service delivered for Newport residents and from selling collected recycled material from its kerbside and commercial recycling departments, make up the largest proportion of overall income for the group. However, the Kerbside project is run at cost price and therefore no profit is generated from this contract with Newport City Council. The limited company does engage in profit making activities through its commercial recycling department and from commercial reprocessing. This year the projects together made a loss of £25k due to the purchase of containers ahead of the commercial project expansion in 2024-25. However, through rent paid to the charity for the building occupied by Wastesavers Limited and the management fees paid by the commercial project, the limited company generated an income of £67k for the charity, an increase of 5% on last year.

Wastesavers Limited; kerbside recycling, commercial recycling, and training

Income from sale of materials collected from kerbside and commercial recycling collections was £1,301k in 2023-24 down £142k from 2022-23 as plastic, aluminium and cardboard dropped as the energy crisis stabilised.

Income from Newport City Council was also higher at £3,106k against last year's £2,643k due to the rise in salary costs, however we maintained our position as a "living wage" employer. Other notable spends include vehicle and yard maintenance which contributed to an overall increase in service delivery costs of £200k, however as the fleet comes to the end of its life. This was expected.

Other points to note include an increase in commercial income of 27%. This was due to businesses returning to the workplace after covid along with the threat of the Welsh Government's workplace recycling regulations which came into force on 1st April 2024, which added to the pressure on business to sort their waste in readiness. In order to prepare for this the organisation invested in lease vehicles and containers ahead of the change – a capital spend of £100K.

Wastesavers Charitable Trust Limited; reuse

Unlike previous years, 2023-24 was relatively stable for the Reuse department with focus on stabilising our current shops, improving performance and increasing diversion. Income from the tip shops increased by almost £300k however so did our wage bill as we became a living wage employer. Most notably the income from IT recycling dropped by 40% as donators turned to larger corporate contracts to dispose of their equipment, something that will need focus in the coming years. £36k funding was received in revenue funding for the Aberdare Reuse Shop, a similar amount to last year, but this will cease in 2024-25.

PEAK

Student income from PEAK was £84k, just £3k down from the previous financial year. We employed a new member of staff to bolster our offer and ensure the quality of teaching we are able to offer students. It is hoped that this, along with new lesson plans, will result in an increased income next financial year. However we note here that our education projects are supported by our other charitable works and accept that they could see a yearend loss.

Education room and website

This year we focussed again on the bringing the education room to conclusion. All fixed education pods were installed and technical work began coding the machines for use. At the same time the group engaged in an exercise to rebrand and relaunch its website. The result of this is an increase in development costs of £32k.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2024

Overall

In 2023-24 we made strides to invest in our website and brand, education room and prepare for the commercial recycling expansion planned for 2024-25. These are investments to further the aims and objectives of the charity in years to come, and resulted in an overall loss in the trading company of -£25k (£74k in 2022-23), and a loss in the Charity of -£77k (-£41k loss 2022-23).

The overall surplus of £399k (-£531k in 2022-23) is due to the accounting treatment of restricted capital grant income, which was fully recognised in the Charity/Group figures this year. However, in the trading company, income funding the purchase of capital assets is recognised over the life of that asset.

Other points to note are as follows:

Fixed assets

In total the group's tangible fixed assets stand at £2,861k (£2,160k 2022-23). During the year, our finance lease commitments increased by 12% to £289,545 due to the purchase of the two new narrow access recycling trucks.

Our cash or cash equivalents was £1,125k at the end of 2023-24 (£1,142k 2022-23) a reduction of £17k on the prior period due the additional spend already outlined.

Debt

Creditors have dropped from £1,181k (2022-23) to £930k this year due to a reduction in trade creditors (note last year payments for containers reimbursed by Newport Council were pending), with debtors down to £720k from £1,134k, a drop of 37%.

Reserves policy

It is our policy to put aside the equivalent of three months' wages for the group. This is currently set at £1,008k and is to cover costs associated with a cease of contract or problems with a restriction in cashflow. At year end there was a balance of £858k (£1,028k in 2022-23) held in unrestricted net current assets, a decrease of £170k.

Fundraising

Wastesavers does not carry out any fundraising activities and does not have any contracts with professional fundraisers.

Wastesavers is not a member of any voluntary fundraising schemes.

There are no fundraising activities to be monitored.

Wastesavers has had no complaints about fundraising as no fundraising activities were undertaken. There is however, a formal complaints procedure as part of its accredited and audited management system, which is regularly reviewed by the senior management team.

Wastesavers does not carry out any fundraising activities that would contravene GDPR regulations or would cause unreasonable intrusion into a person's privacy, particularly those that are vulnerable. It does not use unreasonably persistent approaches or undue pressure to give as it does not carry out any fundraising activities.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2024

Plans for future periods

2023-24 was a year of consolidation ahead of more growth planned for 2024-25. Our plans for 2024-25 are mixed, with further consolidation anticipated on the charity, balanced by growth in our commercial operations and preparation for new contract in our kerbside recycling work. Specifically:

- Complete and launch our education room;
- Launch our new updated and rebranded website;
- Increase our commercial recycling offer by contracting with local authorities to increase our reach;
- Purchase additional commercial recycling vehicles in response to the 2024 WG source segregated commercial recycling legislation
- Prepare for next phase of the Newport kerbside recycling contract; and
- Install solar panels at both Newport sites.

Going concern statement

The trustees consider that the charity will continue as a going concern for a period of at least 12 months from the date on which these financial statements are approved for the following reasons:

- The charity holds general unrestricted reserves of £858k;
- It generates its own income and this has made a strong return following the pandemic; and
- The company has a contract for its kerbside recycling service in place providing stability for the limited company to 2026.

The trustees therefore consider it appropriate to adopt the going concern basis for the preparation of the accounts, as detailed in note 1(c) to the financial statements.

Statement of responsibilities of the trustees

The trustees (who are also directors of the charity for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The trustees are required to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and the group and the incoming resources and application of resources, including the net income or expenditure, of the charity and the group for the year. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice 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 charity will continue in operation.

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

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2024

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up.

Auditors

Godfrey Wilson Limited were re-appointed as auditors to the group and parent charity during the year and have expressed their willingness to continue in that capacity.

Approved by the trustees on 17 October 2024 and signed on their behalf by

W Langsford

William Langsford, Treasurer

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

Opinion

We have audited the financial statements of Wastesavers Charitable Trust Limited (the 'parent charity') and its subsidiary (the 'group') for the year ended 31 March 2024 which comprise the consolidated statement of financial activities, consolidated and parent's balance sheets, consolidated statement of cash flows and the related 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 group and parent charity's affairs as at 31 March 2024 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 group and parent charity 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 the provisions available for small entities, in the circumstances set out in note 9 to the financial statements, 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 group and parent charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

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

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

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.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' 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 group and parent charity and their 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 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charity 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 the trustees

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

In preparing the financial statements, the trustees are responsible for assessing the group and the parent 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 group or the parent charity or to cease operations, or have no realistic alternative but to do so.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

Our 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 the 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 procedures we carried out and the extent to which they are capable of detecting irregularities, including fraud, are detailed below:

- (1) We obtained an understanding of the legal and regulatory framework that the charity operates in, and assessed the risk of non-compliance with applicable laws and regulations. Throughout the audit, we remained alert to possible indications of non-compliance.
- (2) We reviewed the charity's policies and procedures in relation to:
 - Identifying, evaluating and complying with laws and regulations, and whether they were aware of any instances of non-compliance;
 - Detecting and responding to the risk of fraud, and whether they were aware of any actual, suspected or alleged fraud; and
 - Designing and implementing internal controls to mitigate the risk of non-compliance with laws and regulations, including fraud.
- (3) We inspected the minutes of trustee meetings.
- (4) We enquired about any non-routine communication with regulators and reviewed any reports made to them.
- (5) We reviewed the financial statement disclosures and assessed their compliance with applicable laws and regulations.
- (6) We performed analytical procedures to identify any unusual or unexpected transactions or balances that may indicate a risk of material fraud or error.
- (7) We assessed the risk of fraud through management override of controls and carried out procedures to address this risk. Our procedures included:
 - Testing the appropriateness of journal entries;
 - Assessing judgements and accounting estimates for potential bias;
 - Reviewing related party transactions; and
 - Testing transactions that are unusual or outside the normal course of business.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. Irregularities that arise due to fraud can be even harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

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

Use of our report

This report is made solely to the charity'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 charity's members those matters we are required to state to them in an auditors 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 charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

William Guy Blake

Date: 17 October 2024

William Guy Blake ACA
(Senior Statutory Auditor)

For and on behalf of:

GODFREY WILSON LIMITED

Chartered accountants and statutory auditors
5th Floor Mariner House
62 Prince Street
Bristol
BS1 4QD

Wastesavers Charitable Trust Limited

Consolidated statement of financial activities *(incorporating an income and expenditure account)*

For the year ended 31 March 2024

	Note	Restricted £	Unrestricted £	2024 Total £	2023 Total £
Income from:					
Donations and legacies	3	5,000	15,909	20,909	26,236
<i>Charitable activities</i>					
Reuse	4	36,107	1,346,159	1,382,266	1,101,405
Recycling	5	746,880	5,380,299	6,127,179	4,801,904
Education	6	-	84,285	84,285	86,960
Investments		-	5,722	5,722	1,625
Total income		<u>787,987</u>	<u>6,832,374</u>	<u>7,620,361</u>	<u>6,018,130</u>
Expenditure on:					
<i>Charitable activities</i>					
Reuse		155,456	1,174,222	1,329,678	1,079,983
Recycling		245,061	5,534,703	5,779,764	5,374,123
Education		-	111,817	111,817	95,092
Total expenditure	8	<u>400,517</u>	<u>6,820,742</u>	<u>7,221,259</u>	<u>6,549,198</u>
Net income / (expenditure)		387,470	11,632	399,102	(531,068)
Transfers between funds		<u>(14,677)</u>	<u>14,677</u>	<u>-</u>	<u>-</u>
Net movement in funds	9	372,793	26,309	399,102	(531,068)
Reconciliation of funds:					
Total funds brought forward		<u>1,965,590</u>	<u>1,248,339</u>	<u>3,213,929</u>	<u>3,744,997</u>
Total funds carried forward		<u><u>2,338,383</u></u>	<u><u>1,274,648</u></u>	<u><u>3,613,031</u></u>	<u><u>3,213,929</u></u>

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in Note 20 to the accounts.

Wastesavers Charitable Trust Limited

Consolidated balance sheets

As at 31 March 2024

	Note	The group 2024 £	The group 2023 £	The charity 2024 £	The charity 2023 £
Fixed assets					
Tangible assets	11	2,861,659	2,160,242	1,000,291	1,002,987
Investments	12	-	-	100	100
		<u>2,861,659</u>	<u>2,160,242</u>	<u>1,000,391</u>	<u>1,003,087</u>
Current assets					
Stocks	14	8,695	32,298	8,695	32,298
Debtors	15	720,032	1,133,992	41,519	40,270
Current asset investments		400,000	-	400,000	-
Cash at bank and in hand		<u>725,658</u>	<u>1,142,424</u>	<u>302,435</u>	<u>687,475</u>
		1,854,385	2,308,714	752,649	760,043
Liabilities					
Creditors: amounts falling due within 1 year	16	<u>929,660</u>	<u>1,181,355</u>	<u>262,365</u>	<u>195,103</u>
Net current assets		<u>924,725</u>	<u>1,127,359</u>	<u>490,284</u>	<u>564,940</u>
Total assets less current liabilities		3,786,384	3,287,601	1,490,675	1,568,027
Creditors: amounts falling due after more than 1 year	17	<u>173,353</u>	<u>73,672</u>	-	-
Net assets	19	<u>3,613,031</u>	<u>3,213,929</u>	<u>1,490,675</u>	<u>1,568,027</u>
Funds	20				
Restricted funds		2,338,383	1,965,590	838,268	967,294
Unrestricted funds		<u>1,274,648</u>	<u>1,248,339</u>	<u>652,407</u>	<u>600,733</u>
Total charity funds		<u>3,613,031</u>	<u>3,213,929</u>	<u>1,490,675</u>	<u>1,568,027</u>

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

Approved by the trustees on 17 October 2024 and signed on their behalf by

W Langsford

William Langsford - Treasurer

Wastesavers Charitable Trust Limited

Consolidated statement of cash flows

For the year ended 31 March 2024

	2024 £	2023 £
Cash used in operating activities:		
Net movement in funds	399,102	(531,068)
Adjustments for:		
Depreciation	385,738	656,571
Profit on the sale of fixed assets	-	(5,196)
Interest received	(5,722)	(1,625)
Interest paid	17,159	14,075
Decrease / (increase) in stock	23,603	(6,718)
Decrease / (increase) in debtors	413,960	(392,140)
(Decrease) / increase in creditors	<u>(184,036)</u>	<u>436,559</u>
Net cash provided by / (used in) operating activities	<u>1,049,804</u>	<u>170,458</u>
Cash flows from investing activities:		
Interest received	5,722	1,625
Proceeds from the sale of property, plant and equipment	-	5,417
Payments for plant, property and equipment	<u>(848,196)</u>	<u>(36,124)</u>
Net cash used in investing activities	<u>(842,474)</u>	<u>(29,082)</u>
Cash flows from financing activities:		
Payment of finance lease liabilities	<u>(224,096)</u>	<u>(206,960)</u>
Net cash used in financing activities	<u>(224,096)</u>	<u>(206,960)</u>
Decrease in cash and cash equivalents in the year	(16,766)	(65,584)
Cash and cash equivalents at the beginning of the year	<u>1,142,424</u>	<u>1,208,008</u>
Cash and cash equivalents at the end of the year	<u>1,125,658</u>	<u>1,142,424</u>
Cash and cash equivalents comprise:		
Current asset investments	400,000	-
Cash at bank and in hand	<u>725,658</u>	<u>1,142,424</u>
	<u>1,125,658</u>	<u>1,142,424</u>

Wastesavers Charitable Trust Limited

Consolidated statement of cash flows

For the year ended 31 March 2024

Analysis of changes in net debt:

	Brought forward £	Cash flows £	New loans £	Non-cash movements £	Carried forward £
Cash	1,142,424	(16,766)	-	-	1,125,658
Obligations under finance leases within 1 year	(183,851)	224,096	(65,606)	(90,831)	(116,192)
Obligations under finance leases after 1 year	(73,672)	-	(173,353)	73,672	(173,353)
	<u>884,901</u>	<u>207,330</u>	<u>(238,959)</u>	<u>(17,159)</u>	<u>836,113</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

1. Accounting policies

a) Basis of preparation

Wastesavers Charitable Trust Limited is a charitable company limited by guarantee registered in England and Wales. The registered office address is Wastesavers Resource Centre, Esperanto Way, Lliswerry, Newport, NP19 0RD.

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities in preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Wastesavers Charitable Trust Limited 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.

b) Group accounts

These financial statements consolidate the results of the charitable company and its wholly-owned (controlled) subsidiary, Wastesavers Limited, on a line by line basis. Transactions and balances between the charitable company and its subsidiary have been eliminated from the consolidated financial statements. Balances between the two companies are disclosed in the notes of the charitable company's balance sheet. A separate statement of financial activities, or income and expenditure account, for the charitable company itself is not presented because the charitable company has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006.

c) Going concern basis of accounting

The accounts have been prepared on the assumption that the charity is able to continue as a going concern, which the trustees consider appropriate having regard to the current level of unrestricted reserves. There are no material uncertainties about the charity's ability to continue as a going concern.

d) Income

Income is recognised when the charitable company has entitlement to the funds, any performance conditions attached to the items of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from the government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charitable company has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income generated from the supply of goods or services is included in the statement of financial activities in the period in which the supply is made. Income received in advance of provision of reuse or training services is deferred until criteria for income recognition are met.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

1. Accounting policies (continued)

e) Donated goods for resale

Donated goods for resale are recognised as income at their fair value upon receipt, which is deemed to be the expected proceeds from sale less the expected costs of sale. Any difference in the resale value is charged or credited to the statement of financial activities during the year.

f) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charitable company; this is normally upon notification of the interest paid or payable by the bank.

g) Funds accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charitable company. Designated funds are unrestricted funds of the charitable company which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charitable company's work or for specific projects being undertaken by the charitable company.

h) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

i) Allocation of support and governance costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Governance costs are the costs associated with the governance arrangements of the charity, including the costs of complying with constitutional and statutory requirements and any costs associated with the strategic management of the charity's activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities on the following basis:

	2024	2023
Reuse	22.3%	19.5%
Recycling	75.6%	78.5%
Education	2.1%	2.0%

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

1. Accounting policies (continued)

j) Tangible fixed assets

Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

Land and buildings	25 years straight line
Motor vehicles	5 and 7 years straight line
Plant and machinery	7 years straight line
Computer and office equipment	4 years straight line
Leasehold land improvements	5 years straight line

Leasehold land is not depreciated.

Items of equipment are capitalised where the purchase price exceeds £10,000. Depreciation costs are allocated to activities on the basis of the use of the related assets in those activities. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

k) Investment in subsidiary undertakings

The charitable company has one wholly owned subsidiary, Wastesavers Limited, (registered company number 03842840). The subsidiary is used for non-primary purpose trading activities. The subsidiary undertaking is valued at cost less any cumulative impairment losses in the charitable company's accounts.

l) Stock

Purchased stock is included at the lower of cost or net realisable value. Donated items of stock for resale are recognised at fair value which is the expected proceeds from sale less any expected costs of sale. A value for IT stock is brought into the accounts once the item is ready for sale in the Reuse shop. Tip shop stock is not included at stock at the year end as it is not practicable to value it until the point of sale.

m) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

n) Current asset investments

Current asset investments consist of cash held on deposit in interest bearing accounts. Such investments are measured at their fair value.

o) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

1. Accounting policies (continued)

p) Creditors

Creditors and provisions are recognised where the charitable company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

q) Financial instruments

The group and charitable company only have financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value except for bank loans which are subsequently recognised at amortised cost using the effective interest method.

r) Redundancy payments

Where an employee receives a termination benefit the full cost is recognised at the date the employee is notified.

s) Pension costs

The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable under the scheme by the charitable company to the fund. The charitable company has no liability under the scheme other than for the payment of those contributions.

t) Finance leases

Assets purchased under finance leases are capitalised as fixed assets. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charge. Finance charges are written off to the statement of financial activities over the period of the lease so as to produce a constant periodic rate of charge on the remaining balance of the liability.

u) Critical accounting judgements and key sources of estimation or uncertainty

In the application of the group's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key sources of estimation or uncertainty that have a significant effect on the amounts recognised in the financial statements are described below.

Depreciation

As described in note 1j to the financial statements, depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

2. Prior period comparatives: statement of financial activities

	Restricted £	Unrestricted £	2023 Total £
Income from:			
Donations and legacies	19,000	7,236	26,236
<i>Charitable activities</i>			
Reuse	(5,451)	1,106,856	1,101,405
Recycling	-	4,801,904	4,801,904
Education	-	86,960	86,960
Investments	-	1,625	1,625
Total income	13,549	6,004,581	6,018,130
Expenditure on:			
<i>Charitable activities</i>			
Reuse	245,462	834,521	1,079,983
Recycling	564,095	4,810,028	5,374,123
Education	-	95,092	95,092
Total expenditure	809,557	5,739,641	6,549,198
Net income / (expenditure)	(796,008)	264,940	(531,068)
Transfers between funds	(36,125)	36,125	-
Net movement in funds	(832,133)	301,065	(531,068)

3. Donations and legacies

	Restricted £	Unrestricted £	2024 Total £
Donations and gift aid	5,000	13,909	18,909
Grants	-	2,000	2,000
	5,000	15,909	20,909

Prior year comparative

	Restricted £	Unrestricted £	2023 Total £
Donations and gift aid	19,000	6,295	25,295
Kickstart grant	-	941	941
	19,000	7,236	26,236

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

4. Reuse

	Restricted £	Unrestricted £	2024 Total £
Grants - revenue	36,107	-	36,107
Computer recycling	-	65,848	65,848
Furniture shop	-	116,235	116,235
Tip shops	-	1,155,674	1,155,674
Other income	-	8,402	8,402
	<u>36,107</u>	<u>1,346,159</u>	<u>1,382,266</u>

Prior period comparative

	Restricted £	Unrestricted £	2023 Total £
Grants - revenue	39,307	-	39,307
Grants repayable to funder	(44,758)	-	(44,758)
Computer recycling	-	110,076	110,076
Furniture shop	-	127,868	127,868
Tip shops	-	856,827	856,827
Other income	-	12,085	12,085
	<u>(5,451)</u>	<u>1,106,856</u>	<u>1,101,405</u>

5. Recycling

	Restricted £	Unrestricted £	2024 Total £
Material sales	-	1,301,529	1,301,529
Newport City Council: Recycling payment	-	3,105,974	3,105,974
Reimbursement for recycling consumables	-	715,168	715,168
Grants - capital	746,880	-	746,880
Flats recycling	-	40,056	40,056
Commercial recycling income	-	216,389	216,389
Other income	-	1,183	1,183
	<u>746,880</u>	<u>5,380,299</u>	<u>6,127,179</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

5. Recycling (continued) Prior period comparative

	Restricted £	Unrestricted £	2023 Total £
Material sales	-	1,443,290	1,443,290
Newport City Council: Recycling payment	-	2,642,978	2,642,978
Reimbursement for recycling consumables	-	520,516	520,516
Flats recycling	-	15,173	15,173
Commercial recycling income	-	170,500	170,500
Other income	-	9,447	9,447
	<u>-</u>	<u>4,801,904</u>	<u>4,801,904</u>

6. Education

	2024 Total £	2023 Total £
Student income	<u>84,285</u>	<u>86,960</u>

All income from education in the current and prior year was unrestricted.

7. Government grants

The charitable company receives government grants, defined as grant funding from the Welsh Government, to fund charitable activities. The total value of such grants in the period ending 31 March 2024 was £10,827 (2023: £941). There are no unfulfilled conditions or contingencies attaching to these grants.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

8. Total expenditure

	Reuse £	Recycling £	Education £	Support and governance £	2024 Total £
Staff costs (note 10)	965,214	3,273,837	90,531	126,420	4,456,002
Other staff costs	56,452	77,919	5,830	9,469	149,670
Service delivery costs	116,058	1,505,275	2,687	296	1,624,316
Development and consultancy	7,228	29,067	1,118	33,550	70,963
Premises costs	43,870	148,534	360	-	192,764
Administrative costs	48,533	41,226	4,365	3,283	97,407
Insurance	20,989	172,654	1,368	577	195,588
Audit and accountancy	295	9,164	126	8,720	18,305
Bad debts	-	221	-	-	221
Interest and charges	13,126	17,159	-	-	30,285
Depreciation	-	308,277	-	77,461	385,738
Sub-total	1,271,765	5,583,333	106,385	259,776	7,221,259
Allocation of support and governance costs	57,913	196,431	5,432	(259,776)	-
Total expenditure	1,329,678	5,779,764	111,817	-	7,221,259

Total governance costs were £16,900.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

8. Total expenditure (continued)

Prior period comparative

	Reuse £	Recycling £	Education £	Support and governance £	2023 Total £
Staff costs (note 10)	740,983	2,982,848	75,772	91,071	3,890,674
Other staff costs	33,814	65,235	228	4,464	103,741
Service delivery costs	141,216	1,307,328	7,459	240	1,456,243
Development and consultancy	10,658	6,853	1,783	1,847	21,141
Premises costs	39,602	88,000	998	-	128,600
Administrative costs	52,319	28,700	3,901	2,472	87,392
Insurance	14,249	147,436	1,164	325	163,174
Audit and accountancy	1,020	8,496	79	8,066	17,661
Bad debts	-	67	-	-	67
Interest and charges	9,859	14,075	-	-	23,934
Depreciation	-	579,110	-	77,461	656,571
Sub-total	1,043,720	5,228,148	91,384	185,946	6,549,198
Allocation of support and governance costs	36,263	145,975	3,708	(185,946)	-
Total expenditure	1,079,983	5,374,123	95,092	-	6,549,198

Total governance costs were £16,000.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

9. Net movement in funds

This is stated after charging / (crediting):

	2024 £	2023 £
Interest payable	30,285	23,934
Depreciation		
▪ Owned assets	315,933	307,858
▪ Leased assets	69,805	348,713
Operating lease payments	19,944	-
Profit on the sale of fixed assets	-	(5,196)
Trustees' remuneration	Nil	Nil
Trustees' reimbursed expenses	Nil	Nil
Auditors' remuneration (excluding VAT):		
▪ Statutory audit	16,900	16,000
▪ Other services	700	700
	<u>700</u>	<u>700</u>

In common with other charities of our size and nature we use our auditors to assist with the preparation of the financial statements and to prepare and submit returns to the tax authorities.

10. Staff costs and numbers

Staff costs for the group were as follows:

	2024 £	2023 £
Salaries and wages	3,143,795	2,618,553
Social security costs	259,340	214,105
Pension contributions	191,442	160,407
Agency staff	861,425	897,609
	<u>4,456,002</u>	<u>3,890,674</u>

No employee earned more than £60,000 during the current or prior year.

The key management personnel of the group comprise the Chief Executive Officer, Strategic Finance Manager, Head of Operations, and Operational Finance Manager who are employed by Wastesavers Limited, and the Charity Manager who is employed by Wastesavers Charitable Trust Limited. The total employee benefits of the key management personnel of the group, including employers' national insurance, were £231,840 (2022: £190,672).

	2024 No.	2023 No.
Average head count	<u>132</u>	<u>122</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

11. Tangible fixed assets

The group	Assets under construction £	Land and buildings £	Leasehold land £	Plant and machinery £	Motor vehicles £	Office equipment £	Leasehold improvements £	Total £
Cost								
At 1 April 2023	36,124	2,374,191	121,281	885,911	3,532,942	27,564	603,941	7,581,954
Additions in year	74,765	-	-	-	1,012,390	-	-	1,087,155
Disposals in year	-	-	-	-	-	-	-	-
At 31 March 2024	<u>110,889</u>	<u>2,374,191</u>	<u>121,281</u>	<u>885,911</u>	<u>4,545,332</u>	<u>27,564</u>	<u>603,941</u>	<u>8,669,109</u>
Depreciation								
At 1 April 2023	-	1,429,358	-	667,025	3,130,767	27,564	166,998	5,421,712
Charge for the year	-	70,417	-	109,150	182,315	-	23,856	385,738
Disposals in year	-	-	-	-	-	-	-	-
At 31 March 2024	<u>-</u>	<u>1,499,775</u>	<u>-</u>	<u>776,175</u>	<u>3,313,082</u>	<u>27,564</u>	<u>190,854</u>	<u>5,807,450</u>
Net book value								
At 31 March 2024	<u>110,889</u>	<u>874,416</u>	<u>121,281</u>	<u>109,736</u>	<u>1,232,250</u>	<u>-</u>	<u>413,087</u>	<u>2,861,659</u>
At 31 March 2023	<u>36,124</u>	<u>944,833</u>	<u>121,281</u>	<u>218,886</u>	<u>402,175</u>	<u>-</u>	<u>436,943</u>	<u>2,160,242</u>

Included within the net book value is £270,229 (2023: £74,524) relating to assets held under finance leases. The depreciation charged to the statement of financial activities in respect of these assets was £69,805 (2023: £348,713).

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

11. Tangible fixed assets (continued)

The charity	Assets under construction £	Land and buildings £	Plant and machinery £	Motor vehicles £	Total £
Cost					
At 1 April 2023	36,125	2,374,191	1,898	49,310	2,461,524
Additions in year	<u>74,765</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>74,765</u>
At 31 March 2024	<u>110,890</u>	<u>2,374,191</u>	<u>1,898</u>	<u>49,310</u>	<u>2,536,289</u>
Depreciation					
At 1 April 2023	-	1,429,358	1,898	27,281	1,458,537
Charge for the year	<u>-</u>	<u>70,417</u>	<u>-</u>	<u>7,044</u>	<u>77,461</u>
At 31 March 2024	<u>-</u>	<u>1,499,775</u>	<u>1,898</u>	<u>34,325</u>	<u>1,535,998</u>
Net book value					
At 31 March 2024	<u>110,890</u>	<u>874,416</u>	<u>-</u>	<u>14,985</u>	<u>1,000,291</u>
At 31 March 2023	<u>36,125</u>	<u>944,833</u>	<u>-</u>	<u>22,029</u>	<u>1,002,987</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

12. Subsidiary undertakings

Wastesavers Limited

The charitable company owns the whole of the issued share capital (100 ordinary £1 shares) of Wastesavers Limited, a company registered in England and Wales. The subsidiary is used for non-primary purpose trading activities. All activities have been consolidated on a line by line basis in the statement of financial activities. Available profits are donated to the charitable company. A summary of the results of the subsidiary is shown below:

	2024 £	2023 £
Turnover	5,625,359	5,360,802
Cost of sales	<u>(787,808)</u>	<u>(696,809)</u>
Gross profit	4,837,551	4,663,993
Administrative expenses	<u>(4,845,756)</u>	<u>(4,581,441)</u>
Operating profit	(8,205)	82,552
Other income	-	5,196
Interest payable	<u>(17,159)</u>	<u>(14,075)</u>
Profit on ordinary activities	(25,364)	73,673
Corporation tax	<u>-</u>	<u>-</u>
Profit for financial year	<u>(25,364)</u>	<u>73,673</u>
The aggregate of the assets, liabilities and funds was:		
	2024 £	2023 £
Assets	3,082,467	2,712,521
Liabilities	<u>(2,460,125)</u>	<u>(2,064,815)</u>
Funds	<u>622,342</u>	<u>647,706</u>

13. Parent charity

The parent charity's gross income and the results for the year are disclosed as follows:

	2024 £	2023 £
Gross income	1,560,572	1,280,405
Results for the year	<u>(77,353)</u>	<u>(40,645)</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

14. Stock

	The group		The charity	
	2024	2023	2024	2023
	£	£	£	£
Donated goods for resale	8,695	32,298	8,695	32,298

15. Debtors

	The group		The charity	
	2024	2023	2024	2023
	£	£	£	£
Debtors: amounts due within 1 year:				
Trade debtors	339,187	410,874	7,012	17,373
Prepayments	78,749	156,225	18,429	15,171
Accrued income	289,873	566,893	2,459	1,131
Amounts owed from subsidiary	-	-	-	206
VAT	-	-	13,619	6,389
	707,809	1,133,992	41,519	40,270
Debtors: amounts due after 1 year:				
Prepayments	12,223	-	-	-
Total debtors	720,032	1,133,992	41,519	40,270

16. Creditors: amounts due within 1 year

	The group		The charity	
	2024	2023	2024	2023
	£	£	£	£
Trade creditors	219,623	456,799	32,322	32,734
Other taxation and social security	216,385	116,333	15,762	10,878
Accruals	203,226	191,051	101,331	146,028
Other creditors	48,658	141,614	7,206	5,463
Amounts owed to subsidiary	-	-	105,744	-
Deferred income (see note 21)	125,576	91,707	-	-
Obligations under finance leases	116,192	183,851	-	-
	929,660	1,181,355	262,365	195,103

17. Creditors: amounts due after 1 year

	The group		The charity	
	2024	2023	2024	2023
	£	£	£	£
Obligations under finance leases	173,353	73,672	-	-

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

18. Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes. The charitable company's trading subsidiary, Wastesavers Limited, donates available profits to the charitable company. Any taxable profits retained in the subsidiary company are chargeable to corporation tax.

19. Analysis of net assets between funds

	Restricted funds £	Unrestricted funds £	Total funds £
Tangible fixed assets	2,271,940	589,719	2,861,659
Current assets	66,443	1,787,942	1,854,385
Creditors: amounts falling due within 1 year	-	(929,660)	(929,660)
Creditors: amounts falling due after more than 1 year	-	(173,353)	(173,353)
Net assets at 31 March 2024	<u>2,338,383</u>	<u>1,274,648</u>	<u>3,613,031</u>
Prior period comparative	Restricted £	Unrestricted £	Total funds £
Tangible fixed assets	1,866,271	293,971	2,160,242
Current assets	99,319	2,209,395	2,308,714
Creditors: amounts falling due within 1 year	-	(1,181,355)	(1,181,355)
Creditors: amounts falling due after more than 1 year	-	(73,672)	(73,672)
Net assets at 31 March 2023	<u>1,965,590</u>	<u>1,248,339</u>	<u>3,213,929</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

20. Movements in funds

	At 1 April 2023 £	Income £	Expenditure £	Transfers between funds £	At 31 March 2024 £
Restricted funds					
WEFO (EDRF Obj 2)	106,531	-	(21,513)	-	85,018
Welsh Assembly	132,108	-	(18,638)	-	113,470
Cardiff City Council	-	-	-	-	-
Newport City Council	644,939	-	(30,983)	-	613,956
Rhondda Cynon Taf Council	69,993	-	(54,996)	-	14,997
Torfaen CBC	-	15,453	(15,453)	-	-
WCVA: Volunteering Wales					
Main Grant	-	10,827	-	-	10,827
Landfill Disposal Tax					
Community Scheme	4,046	9,827	(13,873)	-	-
Education Suite	9,677	5,000	-	(14,677)	-
Leasehold land (NCC)	121,281	-	-	-	121,281
NCC flats recycling	46,806	-	(6,187)	-	40,619
Wastesavers Ltd capital fund	830,209	746,880	(238,874)	-	1,338,215
Total restricted funds	1,965,590	787,987	(400,517)	(14,677)	2,338,383
Unrestricted funds					
General funds	1,248,339	6,832,374	(6,820,742)	14,677	1,274,648
Total unrestricted funds	1,248,339	6,832,374	(6,820,742)	14,677	1,274,648
Total funds	3,213,929	7,620,361	(7,221,259)	-	3,613,031

Purposes of restricted funds

WEFO and Welsh Assembly funds

The WEFO and Welsh Assembly funds are capital restricted funds representing the Wastesavers Resource Centre. The funds will be reduced each year by the annual depreciation charge of the related fixed assets, along with any impairment losses incurred.

Newport City Council

An award of funding in relation to improving reuse infrastructure in Newport.

Rhondda Cynon Taf Council

Rhondda Cynon Taff received funding of £110,000 from Welsh Government towards setting up a new Reuse site at Aberdare. The site was set up in 2022/23 and funding is being used to support the running of the site.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

20. Movements in funds (continued)

Torfaen CBC

Funding to support salary costs and consumables for Torfaen Repair Café.

WCVA: Volunteering Wales Main Grant

Salary support for employment of additional volunteer co-ordinator.

Education Suite

Donations to fund the refurbishment of the education suite at Head Office. The refurbishment work is underway and expected to be completed by September 2025.

Landfill Disposal Tax Community Scheme

Funding was received to support the setting up of 2 new projects, The Nappy Library and Reuse Repair Café.

Leasehold land

A grant was received from the Welsh Government to enable Wastesavers Ltd to purchase a plot of leasehold land adjoining the current property.

NCC flats recycling

Funding to provide flats' recycling facilities across Newport, working in partnership with Newport City Council and Newport City Homes. This is an ongoing project.

Wastesavers Ltd capital fund

The Wastesavers Ltd capital fund represents assets purchased and to be purchased with capital grants in the subsidiary company. The fund will be reduced each year by the annual depreciation charge of the related fixed assets. In the financial statement of Wastesavers Limited, these capital grants have been treated as deferred capital income. Adjustments were made on consolidation to bring the accounting treatment for capital grants into line with Wastesavers Charitable Trust Limited's accounting policies.

Transfers between funds

Transfers between funds represent the purchase of capital items of expenditure for the Education Suite.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

20. Movements in funds (continued)

Prior year comparative:

	At 1 April 2022 £	Income £	Expenditure £	Transfers between funds £	At 31 March 2023 £
Restricted funds					
WEFO (EDRF Obj 2)	128,044	-	(21,513)	-	106,531
Welsh Assembly	150,746	-	(18,638)	-	132,108
Cardiff City Council	44,758	(44,758)	-	-	-
Newport City Council	701,119	-	(39,378)	(16,802)	644,939
Rhondda Cynon Taf Council	110,000	-	(40,007)	-	69,993
Torfaen County Council - New Inn Salaries	68,665	-	(68,665)	-	-
Torfaen County Council - Reuse Coordinator	22,000	-	(22,000)	-	-
Landfill Disposal Tax Community Scheme	-	39,307	(35,261)	-	4,046
Education Suite	10,000	19,000	-	(19,323)	9,677
Leasehold land (NCC)	121,281	-	-	-	121,281
NCC flats recycling	216,780	-	(169,974)	-	46,806
Wastesavers Ltd capital fund	<u>1,224,330</u>	<u>-</u>	<u>(394,121)</u>	<u>-</u>	<u>830,209</u>
Total restricted funds	<u>2,797,723</u>	<u>13,549</u>	<u>(809,557)</u>	<u>(36,125)</u>	<u>1,965,590</u>
Unrestricted funds					
General funds	<u>947,274</u>	<u>6,004,581</u>	<u>(5,739,641)</u>	<u>36,125</u>	<u>1,248,339</u>
Total unrestricted funds	<u>947,274</u>	<u>6,004,581</u>	<u>(5,739,641)</u>	<u>36,125</u>	<u>1,248,339</u>
Total funds	<u><u>3,744,997</u></u>	<u><u>6,018,130</u></u>	<u><u>(6,549,198)</u></u>	<u><u>-</u></u>	<u><u>3,213,929</u></u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

21. Deferred income

	The group		The charity	
	2024	2023	2024	2023
	£	£	£	£
At 1 April 2023	91,707	65,915	-	-
Amounts deferred during the year	125,576	91,707	-	-
Amounts released during the year	(91,707)	(65,915)	-	-
At 31 March 2024	125,576	91,707	-	-

The Commercial Recycling Service invoices in advance of service delivery. As the group is not entitled to the income until the services are delivered, the income is deferred within the group accounts.

22. Related party transactions

Wastesavers Limited

Wastesavers Limited is a wholly owned subsidiary of Wastesavers Charitable Trust Limited. During the year Wastesavers Limited paid the following amounts to Wastesavers Charitable Trust Limited:

	2024	2023
	£	£
Rent	48,168	48,168
Management fee	19,222	16,010
	<u>67,390</u>	<u>64,178</u>

Newport City Council

David Mayer, a trustee of Wastesavers Charitable Trust Limited, is also a Councillor of Newport City Council. During the year Wastesavers Limited purchased materials totalling £787,808 (2023: £514,106) and received a total of £3,821,425 (2023: £2,989,284), from Newport City Council. This included the following amounts:

	2024	2023
	£	£
Recycling payment	3,105,974	2,651,196
Recycling consumables	715,451	338,088
	<u>3,821,425</u>	<u>2,989,284</u>

A-Print and Design Limited

Roger Ayres, a trustee of Wastesavers Charitable Trust Limited, is also director of a printing company called A-Print and Design Limited. During the year Wastesavers Charitable Trust Limited (group) purchased printing supplies totalling £726 (2023: £950) from A-Print and Design Limited. The outstanding balance at 31 March 2024 was £Nil (2023: £198).

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2024

23. Finance lease commitments

At 31 March 2024 the group had finance leases at the year end with total future minimum lease payments as follows:

	2024 £	2023 £
<i>Amount falling due:</i>		
Within 1 year	131,776	206,959
Within 1 - 5 years	<u>195,599</u>	<u>80,046</u>
	<u>327,375</u>	<u>287,005</u>

24. Operating lease commitments

At 31 March 2024 the company had operating leases at the year end with total future minimum lease payments as follows:

	2024 £	2023 £
<i>Amounts falling due:</i>		
Within 1 year	26,592	-
Within 1 - 5 years	<u>97,504</u>	<u>-</u>
	<u>124,096</u>	<u>-</u>

WASTESAVERS CHARITABLE TRUST LIMITED

England & Wales - Charity number 1116150

Accounts

Company no. 05326617
Charity no. 1116150

Wastesavers Charitable Trust Limited
Report and Audited Financial Statements
31 March 2023

Wastesavers Charitable Trust Limited

Reference and administrative details

For the year ended 31 March 2023

Company number	05326617	
Charity number	1116150	
Registered office and operational address	Wastesavers Resource Centre Esperanto Way Lliswerry Newport NP19 0RD	
Trustees	Trustees, who are also directors under company law, who served during the year and up to the date of this report were as follows:	
	David Mayer	Chair
	Roger Ayres	Vice Chair
	William Langsford	Treasurer
	Len Casley	
	Mark Esposito	
	Caroline Wynn	
	Darryl Morgan	appointed 15 June 2023
	Nicola Peake	appointed 5 April 2023
	Sue Price	appointed 15 June 2023
Key management personnel	Penelope Goodwin	Chief Executive Officer
	Alun Harries	Charity Manager
	Janet Jones	Strategic Finance Manager
	Rafia Qureshi	Operational Finance Manager
	Ian Syms	Recycling and Health & Safety Manager
Bankers	Lloyds TSB Bank 42 Commercial Street Newport NP20 1WS	
Auditors	Godfrey Wilson Limited Chartered accountants and statutory auditors 5th Floor Mariner House 62 Prince Street Bristol BS1 4QD	

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2023

The trustees present their report and the audited financial statements for the year ended 31 March 2023. Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the Memorandum and Articles of Association and the Statement of Recommended Practice - Accounting and Reporting by Charities (effective from January 2019).

Structure, governance and management

The organisation is a charitable company limited by guarantee, incorporated on 7 January 2005 and registered as a charity on 20 September 2006.

The organisation was established under a memorandum of association that established the objects and powers of the organisation and is governed under its articles of association.

The organisation looks to recruit trustees with suitable expertise and diverse experience who are able to support the objectives of the organisation. It does this by direct approach, targeted advertising and general social media posts. Wastesavers has recently revamped its recruitment policy and instigated a rigorous selection process to more closely, where possible, align itself to its increased geographic footprint and produce a more diverse board. This has proved to be very successful with three new board members have been appointed during 2023/24. There have been no resignations from the board.

Training is available for trustees through WCVA, GAVO and ACEVO who provide a variety of courses for trustees throughout the year which are topical and informative. All trustees are encouraged to engage with at least one training session per year. In addition, at least one Trustee is supported with a place at the annual Reuse Conference to deepen their understanding of the industry and their counterparts across the environmental landscape.

The Trustees and Executive Officers of the Company are listed on Page 1.

The Company comprises of nine Trustees who are responsible for managing the affairs of the Company. Trustees are drawn from diverse professional backgrounds and many have significant board experience and extensive local and regional experience. The Trustees meet 11 times a year and consider risk management, development policy and strategy, the annual budget and the business plan and approve the annual financial statements. Trustees delegate the day-to-day management and implementation of the Company strategy and policy framework to the Officers of the Company via the Chief Executive Officer.

No Trustees are remunerated over and above travel expenses. Wastesavers Charitable Trust owns the whole of Wastesavers Limited's share capital; 100 ordinary £1 shares.

The CEO is appointed by the Board of Trustees and is answerable to the Board on a monthly basis. Day to day organisational decision making is carried out by the CEO who also formulates strategic objectives in consultation with, and approved by, the Board of Trustees.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2023

Wastesavers Charitable Trust looks to minimise risk to the organisation at all times. However, it is recognised that sometimes certain levels of risk are necessary for the organisation to progress. At all times risks are calculated before action is made, taking into account the organisation's vulnerability, consequences of inaction and potential benefits. All decisions on risk assessments are made at Board level. This is recorded in the Company's risk register and reviewed at 6 monthly intervals or sooner if situation demands.

The Trustees are ultimately responsible for the Company's system of internal financial control, which is designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets, the maintenance of proper accounting records, the reliability of financial information and the management of risk.

The following mechanisms are used for effective internal financial control:

- Clearly defined management and reporting structures;
- A robust programme of internal audits and external audit;
- Careful recruitment and effective training programmes for staff and trustees;
- Regular supervision and performance appraisals for staff;
- Financial regulations;
- Periodic reviews of accounting procedures by external accountants;
- Management information and accounting systems with quarterly reporting of financial results and other Performance Indicators compared with forecasts;
- An ongoing process of identifying, evaluating, and managing the significant financial risks faced by the company;
- A strategy covering the prevention, detection, and reporting of fraud; and
- A review of the effectiveness of the internal control measures using internal audit and other measures.

Wastesavers Charitable Trust is a member of CIWM, Reuse Network, ACEVO, GAVO and WCVA all of whom provide advice and guidance on the effective management of the charity and its operational undertakings.

Remuneration of key management personnel is brought to the attention of, and approved by, the Remuneration Committee which is made up of key members of the Board including the treasurer and chairman. When setting pay structures the local government NJC scales are considered along with industry benchmarking to ensure remuneration is appropriate and fair.

Objectives and activities

1. The relief of poverty by the provision of renovated furniture and other household accessories for residents in necessitous circumstances in the South East Wales area.
2. The advancement of education in respect of the environmental aspects of, and need for, recycling.
3. The advancement of education in respect of vocational skills, numeracy and literacy skills and practical skills of benefit to the community (to the extent that such objects are exclusively charitable).

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2023

Wastesavers Charitable Trust operates projects in three broad areas that work to further the objectives of the Charity:

1. **Reuse. Our flagship Reuse Centre in Maindee, Newport, and Reuse Shops at HWRCs in Newport, Llantrisant, Treherbert, Aberdare, Pentrebach, Roseheyworth, Cardiff, New Inn and Caerphilly.** These projects take a variety of household items donated by the general public and business including furniture, IT, electrical items and general bric and brac and makes them available to the general public at affordable prices. We deliver social programmes to reduce social isolation, increase digital awareness and improve employability as well as delivering a comprehensive volunteering programme to support people in gaining additional skills and experiences and to facilitate social interaction. We also run the first Nappy Library in Wales with a paid staff member, ensuring we prioritise reuse over disposal and repair cafes in Newport and Pontypool.
2. **Education Project.** Using a purpose-built education room at Wastesavers Resource Centre, Wastesavers works to educate primary school children about the importance of 'reduce, reuse and recycle'. The lessons are planned to ensure all children are not only enthused by the project but are aware of its environmental benefits. The education project typically hosts between 6 and 12 visits per term from schools across South Wales but primarily from Newport.
3. **PEAK.** Alternative education provision. Wastesavers works with schools, pupil referral units, the youth offending team, social services, and local authorities in South East Wales, specifically Newport and Torfaen, to take young people who are finding it difficult in mainstream education. The young people then work towards gaining basic/essential skills including plumbing, carpentry, bike repair, cookery, photography and Art and Design. This project employs 3 staff members and typically works with up to 12 young people per day delivering its objectives.

The charity also runs a trading arm, Wastesavers Limited. Wastesavers Limited delivers three key services which generates an income for the charity and furthering its aims and objectives. They occupy a building owned by the charity and pay it rent to cover the use of this space. From this location they deliver waste and recycling collection services to divert as much material from landfill as possible.

1. **Kerbside Recycling services** for the city of Newport. They hold a contract to deliver the kerbside recycling service including collection and reprocessing source segregated recyclate from all 74,000 houses and flats in Newport. This contract expires in on 31 March 2026.
2. **Commercial Recycling Services** for Newport, Cardiff, Monmouthshire and Torfaen, collecting source segregated recycling from businesses using wheeled bins and reusable sacks.
3. **Commercial Reprocessing Services** – providing reprocessing services to local authorities and businesses in the local area on an ad hoc basis.

Last year this equated to 18,828 tonnes of recyclables collected at the kerbside and an additional 1,539 tonnes of material brought in from commercial businesses and reprocessing commercially on site.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2023

Wastesavers Limited employs 70 members of staff and represent the largest proportion of income and expenditure for the group.

The charity measures its success by the collection and analysis of Key Performance Indicators at its Management Review Meetings, Board Meetings and contract meetings. These key indicators include tonnages diverted from landfill, number of students trained, the number of schools who visit the education room and the number of volunteer hours contributed. Health and safety and environmental performance are also monitored and reported against.

On an annual basis the charity also reviews the additional value that reusing furniture and IT gives to society and the numbers of low-income families helped with the provision of low-cost furniture.

The charity is aware of and has reviewed the Charity Commission guidance on public benefit, in particular the legal requirements of charities working to relieve poverty and has taken it into account when reporting on the work the charity has done in the last 12 months. This is covered throughout this report.

Achievements and performance

The organisation has been maintained as an incorporated charity with shareholdings in Wastesavers Limited.

Last year we had the following objectives:

- Open Aberdare Reuse Centre;
- Open Caerphilly reuse shop (at Penallta Recycling Centre);
- Open Nappy Library at Reuse Centre in Maindee;
- Open Repair Café at Reuse Centre in Maindee;
- Relaunch Education Room;
- Consolidate kerbside recycling scheme as tonnages contract; and
- Grow our commercial collections business.

This year we achieved all but one of our objectives. The Education Room is still yet to be launched as the project has grown and changed over its lifespan but we remain confident that installation and launch will take place in 2023-24 financial year.

Overview

This year the organisation has been through another period of growth and change with the opening of the Penallta Reuse Shop, The Shed in Aberdare, the launch of the Nappy Library, together with the opening of the Newport and Torfaen Repair Cafés. The commercial recycling department has continued to grow and we anticipate further growth as Welsh Government requirements are rolled out. We managed a change in container collection from a blue box to a blue bag to improve the quality of the cardboard collected, separate glass collection and provide additional capacity for residents ahead of the councils plan to go three weekly with household refuse.

Despite significant change and new projects across the business we maintained our ISO 9001, 14001 and 45001 standards.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2023

We also saw some changes in key personnel with the recruitment of a new Operational Finance Manager due to the growth of the business and a new Marketing Officer following the retirement of the previous Marketing and PR Officer.

Reuse

In September we opened the Penallta Reuse Shop next to the HWRC in Penallta. It represents a tremendous opportunity with a significant amount of retail space along with a large parking area and offers the opportunity for us to work with other agencies to deliver volunteering placements, upcycle and provide meeting space and a warm hub for the wider community.

The Shed in Aberdare also opened in September. This was a different type of space to Penallta being based in the town centre with a community space above. This has been well received by the community and is meeting business projections.

In the summer 2022 we opened repair cafes in Newport and Torfaen. We also opened a new Nappy Library based at the reuse centre. This aims to advise and support people on their journey using reusable nappies. Since its launch it has supported 23 families to make the switch to reusables saving 4,000 disposable nappies from disposal per month.

In total we employed 52 staff, an increase of 15 people on our 2021-22 employment figures. We also worked with 121 volunteers who contributed 14,694 hours, working to reuse and recycle furniture, IT, electrical equipment and household bric-a-brac and helping us to divert a massive 1064 tonnes of reusable items from landfill (621T 2021-22). This is a labour value of £153,111.48 at minimum wage!

PEAK

This represents the first full year for PEAK post covid without any support funding, and it has been a successful one. We initially planned to reduce the number of working days from 5 to 3 due to costs and lack of demand but this spurred a number of concerns from schools and PRU's who bulk booked a number of days throughout the year. This enabled us to remain open 5 days a week and helped annual planning. As a result we have engaged with 39 students 26 from Newport and 13 from Torfaen.

Education

The long overdue redevelopment of the education room moved forward this year with installation scheduled for completion during 2023-2024 financial year. Delays due to Covid and the rising scale of the works has pushed our launch timeframe from 2022 to 2023. Additional works to the corridor and reception area will also be incorporated into this project.

Kerbside recycling

During the year our kerbside recycling service diverted 18,828 tonnes of recyclable material from disposal. This was 7.7% lower than 2021-22 as we normalised after Covid.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2023

Material prices were strong this year due to the buoyant market for plastic and aluminium which resulted in a 25% increase in income from material sales in 2021-22. This was as a result in the rising energy prices seen across Europe. Commodity market pricing however can be extremely volatile and the business can see significant price swings as global influences affect the price we receive on our recycling.

The effects of Covid on the workplace have largely disappeared with HSE advising best practice to isolate if symptoms are present and to practice social distancing in the workplace. Wastesavers still has hand sanitiser available for all staff and recommend staff stay at home if they are sick, but all other measures have been scaled back.

Our focus this year was on improving the quality of the cardboard we collect at the kerbside by asking residents to change the way it was presented. Once this was approved in the third quarter of the year, we planned and prepared for this change (to be implemented in 2023-24) which included the purchase of 90,000 90L blue bags to be delivered to residents to separate their cardboard from glass. As a consequence our spend on containers is £180K more than the previous period but this should reduce in future years due to the cost difference between bags and boxes/lids. This additional capacity also helped us prepare for the incoming change to three weekly collections that the council is planning in 2023-24. Due to the lead time on vehicles we placed an order for 4 vehicles; 2 narrow access and 2 electric Terberg's in preparation for this change.

Commercial recycling and responsibility

This year we returned to income levels achieved in 2019-20. Covid caused many businesses to close; some temporarily and some permanently which has affected the income generated, but this has sprung back this period and we are now seeing our financial performance match that seen before the pandemic, which is more than £30k above last financial year's income figure. In addition to this we collected 1,539 tonnes compared to 1,468 in 2021-22 which represents a 4.8% increase.

Financial review

Income from the Kerbside Recycling service delivered for Newport residents and from selling collected recycled material from its kerbside and commercial recycling departments make up the largest proportion of overall income for the group. However, the kerbside project is run at cost price and therefore no profit is generated from this contract with Newport City Council. The limited company does engage in profit making activities through its commercial recycling department and from commercial reprocessing. These projects generated profits of £74k for the charity.

Wastesavers Limited; kerbside recycling, commercial recycling, and training

Income from sale of materials collected from kerbside and commercial recycling collections was £1,443k in 2022-23 up £295k from 2021-22 due to increase in value of aluminium and plastic as a result of the energy crisis.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2023

Income from Newport City Council was also higher at £2,643k against last years' £2,201k. However it is important to note that last year we also received £405k in Covid funding, bringing overall spend on the kerbside project to a similar level. We achieved wage parity with the local authority which, when combined with the increase in staff brought total staff costs from £2,640k in 2021/22 to £2,983k in 2022/23 an increase of 13% (£342k), with £154k of this additional spend coming from agency costs as we struggled to recruit HGV drivers in a difficult market. Service delivery costs were also higher than the previous period by £256k caused by the ageing fleet, plant and building all contributing to this additional spend however this was offset by the increase in material income. Steps are being taken to replace end of life vehicles and equipment to prevent unbudgeted costs.

Wastesavers Charitable Trust Limited; reuse

During 2022-23 we opened two additional reuse shops at Penallta, Caerphilly and Aberdare high street, Rhondda Cynon Taff. We also opened repair cafes in Pontypool Market and at the Newport Reuse centre, as well starting the Newport Nappy Library. Funding of £39,307 was received during this period for these projects as well as residual funding of £128K which was received in the previous period and drawn down for the above during this financial year to offset wages.

In total the reuse shops generated income of £857k in 2022-23 compared to £449k in 2021-22; a 90% increase. This is in part due to bounce back from covid as we had a full year trading without restrictions and in part company growth.

IT recycling and reuse also saw growth of 32% from £84k in 2021-22 to £110k in 2022-23, however the Newport Reuse Centre saw their growth stagnate with a drop in income of -2% (£131k to £128k).

PEAK

Student income from PEAK improved again from £41k in 2021-22 to £87k in 2022-23 – more than double. This is above the £85k generated in 2019-20 before Covid closed schools.

Overall

At the end of the reporting period 2022-23 the Gross results for the Charity were £33,028. This is made up from a profit for the financial year from the trading company of £73,673 (£58,175 2021-22), and a loss in the Charity of -£40,645 (£73,193 profit 2021-22).

The overall deficit of -£531,068 for the Group is due to the accounting treatment of restricted capital grant income, which was fully recognised in the Charity/Group figures in previous financial years, and for which relating expenditure continues. However, in the trading company, income funding the purchase of capital assets is recognised over the life of that asset. Other points to note are as follows:

Fixed assets

In total the group's tangible fixed assets stand at £2,160k (£2,781k 2021-22) with £1,181k (£754k 2021-22) liabilities due within 12 months. During this time our finance lease commitments have dropped by 64% to £287k representing the age of fleet and end of finance arrangements.

Our cash or cash equivalents was £1,142k 2022-23 (£1,208k 2021-22) at the end of the year, a reduction of £66k on the prior period due to the opening of the additional shops and projects as outlined.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2023

Debt

Creditors have increased from £754k (2021-22) to £1,181k (56% increase) with debtors up from £742k to £1,134k (52% increase). This is due to the purchase of boxes and bags on behalf of the council, with income owed from the council for these purchases outstanding at the end of the financial year, and suppliers waiting to be paid. This was rectified in the first quarter of 2023-24.

Reserves policy

It is our policy to put aside the equivalent of three months wages for the group. This is currently set at £470,000 and is to cover costs associated with a cease of contract or problems with a restriction in cashflow. At year end there was a balance of £410,495 (£373,340 2021-22) held in unrestricted net current assets an increase of £37,155 on 2021-22.

Fundraising

Wastesavers does not carry out any fundraising activities and does not have any contracts with professional fundraisers.

Wastesavers is not a member of any voluntary fundraising schemes.

There are no fundraising activities to be monitored.

Wastesavers has had no complaints about fundraising as no fundraising activities were undertaken. There is however, a formal complaints procedure as part of its accredited and audited management system, which is regularly reviewed by the senior management team.

Wastesavers does not carry out any fundraising activities that would contravene GDPR regulations or would cause unreasonable intrusion into a person's privacy, particularly those that are vulnerable. It does not use unreasonably persistent approaches or undue pressure to give as it does not carry out any fundraising activities.

Plans for future periods

2022-23 was a full year of covid recovery with positive outcomes seen across the group. 2023-24 is set to be a year of consolidation ahead of more growth planned for 2024-25.

Our plans remain ambitious with developments across the group to consolidate our market offer ahead of future growth and to deliver on our aims and objectives. Specifically;

- Redevelop our website and whole charity branding;
- Purchase additional commercial recycling vehicles ahead of the 2024 WG source segregated commercial recycling legislation;
- Roll out blue bags across Newport to improve material quality;
- Prepare for increased tonnages as a result of NCC introducing three-weekly refuse collections;
- Install and relaunch Education Room;
- Expand reach of Newport Nappy Library to other areas; and
- Develop plans/bids for reuse shops in other local authority areas.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2023

Going concern statement

The trustees consider that the charity will continue as a going concern for a period of at least 12 months from the date on which these financial statements are approved for the following reasons:

- The charity holds reserves of £410,495;
- It generates its own income and this has made a strong return following the pandemic; and
- The company has a contract for its kerbside recycling service in place providing stability for the limited company to 2026.

The trustees therefore consider it appropriate to adopt the going concern basis for the preparation of the accounts, as detailed in note 1(c) to the financial statements.

Statement of responsibilities of the trustees

The trustees (who are also directors of the charity for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The trustees are required to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and the group and the incoming resources and application of resources, including the net income or expenditure, of the charity and the group for the year. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice 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 charity will continue in operation.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2023

Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up.

Auditors

Godfrey Wilson Limited were re-appointed as auditors to the group and parent charity during the year and have expressed their willingness to continue in that capacity.

Approved by the trustees on 28 September 2023 and signed on their behalf by

W Langsford

William Langsford, Treasurer

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

Opinion

We have audited the financial statements of Wastesavers Charitable Trust Limited (the 'parent charity') and its subsidiary (the 'group') for the year ended 31 March 2023 which comprise the consolidated statement of financial activities, consolidated and parent's balance sheets, consolidated statement of cash flows and the related 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 group and parent charity's affairs as at 31 March 2023 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 group and parent charity 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 charity'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 group and parent charity financial statements and our auditor's report thereon. Our opinion on the group and parent charity 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.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

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.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- 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 group and the parent charity and their environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent charity, or returns adequate for our audit have not been received from branches not visited by us;
- the parent charity financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out in the trustees' report, the trustees 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 they 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 charity or to cease operations, or have no realistic alternative but to do so.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

Our 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 the 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 procedures we carried out and the extent to which they are capable of detecting irregularities, including fraud, are detailed below:

- (1) We obtained an understanding of the legal and regulatory framework that the charity operates in, and assessed the risk of non-compliance with applicable laws and regulations. Throughout the audit, we remained alert to possible indications of non-compliance.
- (2) We reviewed the charity's policies and procedures in relation to:
 - Identifying, evaluating and complying with laws and regulations, and whether they were aware of any instances of non-compliance;
 - Detecting and responding to the risk of fraud, and whether they were aware of any actual, suspected or alleged fraud; and
 - Designing and implementing internal controls to mitigate the risk of non-compliance with laws and regulations, including fraud.
- (3) We inspected the minutes of trustee meetings.
- (4) We enquired about any non-routine communication with regulators and reviewed any reports made to them.
- (5) We reviewed the financial statement disclosures and assessed their compliance with applicable laws and regulations.
- (6) We performed analytical procedures to identify any unusual or unexpected transactions or balances that may indicate a risk of material fraud or error.
- (7) We assessed the risk of fraud through management override of controls and carried out procedures to address this risk. Our procedures included:
 - Testing the appropriateness of journal entries;
 - Assessing judgements and accounting estimates for potential bias;
 - Reviewing related party transactions; and
 - Testing transactions that are unusual or outside the normal course of business.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. Irregularities that arise due to fraud can be even harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity'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 charity's members 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 charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Alison Godfrey

Date: 28 September 2023

Alison Godfrey FCA
(Senior Statutory Auditor)

For and on behalf of:

GODFREY WILSON LIMITED

Chartered accountants and statutory auditors
5th Floor Mariner House
62 Prince Street
Bristol
BS1 4QD

Wastesavers Charitable Trust Limited

Consolidated statement of financial activities *(incorporating an income and expenditure account)*

For the year ended 31 March 2023

	Note	Restricted £	Unrestricted £	2023 Total £	2022 Total £
Income from:					
Donations and legacies	3	19,000	7,236	26,236	93,779
<i>Charitable activities</i>					
Reuse	4	(5,451)	1,106,856	1,101,405	819,084
Recycling	5	-	4,801,904	4,801,904	4,267,801
Education	6	-	86,960	86,960	41,332
Investments		-	1,625	1,625	95
Total income		<u>13,549</u>	<u>6,004,581</u>	<u>6,018,130</u>	<u>5,222,091</u>
Expenditure on:					
<i>Charitable activities</i>					
Reuse		245,462	834,521	1,079,983	724,397
Recycling		564,095	4,810,028	5,374,123	4,750,111
Education		-	95,092	95,092	81,743
Total expenditure	8	<u>809,557</u>	<u>5,739,641</u>	<u>6,549,198</u>	<u>5,556,251</u>
Net income / (expenditure)		(796,008)	264,940	(531,068)	(334,160)
Transfers between funds		<u>(36,125)</u>	<u>36,125</u>	<u>-</u>	<u>-</u>
Net movement in funds	9	(832,133)	301,065	(531,068)	(334,160)
Reconciliation of funds:					
Total funds brought forward		<u>2,797,723</u>	<u>947,274</u>	<u>3,744,997</u>	<u>4,079,157</u>
Total funds carried forward		<u><u>1,965,590</u></u>	<u><u>1,248,339</u></u>	<u><u>3,213,929</u></u>	<u><u>3,744,997</u></u>

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in Note 20 to the accounts.

Wastesavers Charitable Trust Limited

Consolidated balance sheets

As at 31 March 2023

	Note	The group 2023 £	The group 2022 £	The charity 2023 £	The charity 2022 £
Fixed assets					
Tangible assets	11	2,160,242	2,780,910	1,002,987	1,044,323
Investments	12	<u>-</u>	<u>-</u>	<u>100</u>	<u>100</u>
		<u>2,160,242</u>	<u>2,780,910</u>	<u>1,003,087</u>	<u>1,044,423</u>
Current assets					
Stocks	14	32,298	25,580	32,298	25,580
Debtors	15	1,133,992	741,852	40,270	46,676
Cash at bank and in hand		<u>1,142,424</u>	<u>1,208,008</u>	<u>687,475</u>	<u>534,301</u>
		2,308,714	1,975,440	760,043	606,557
Liabilities					
Creditors: amounts falling due within 1 year	16	<u>1,181,355</u>	<u>753,831</u>	<u>195,103</u>	<u>42,308</u>
Net current assets		<u>1,127,359</u>	<u>1,221,609</u>	<u>564,940</u>	<u>564,249</u>
Total assets less current liabilities		3,287,601	4,002,519	1,568,027	1,608,672
Creditors: amounts falling due after more than 1 year	17	<u>73,672</u>	<u>257,522</u>	<u>-</u>	<u>-</u>
Net assets	19	<u>3,213,929</u>	<u>3,744,997</u>	<u>1,568,027</u>	<u>1,608,672</u>
Funds	20				
Restricted funds		1,965,590	2,797,723	967,294	1,235,332
Unrestricted funds		<u>1,248,339</u>	<u>947,274</u>	<u>600,733</u>	<u>373,340</u>
Total charity funds		<u>3,213,929</u>	<u>3,744,997</u>	<u>1,568,027</u>	<u>1,608,672</u>

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

Approved by the trustees on 28 September 2023 and signed on their behalf by

W Langsford

William Langsford - Treasurer

Wastesavers Charitable Trust Limited

Consolidated statement of cash flows

For the year ended 31 March 2023

	2023	2022
	£	£
Cash used in operating activities:		
Net movement in funds	(531,068)	(334,160)
Adjustments for:		
Depreciation	656,571	646,223
Profit on the sale of fixed assets	(5,196)	(2,200)
Interest received	(1,625)	(95)
Interest paid	14,075	21,798
Increase in stock	(6,718)	(12,804)
Increase in debtors	(392,140)	(18,619)
Increase / (decrease) in creditors	436,559	(217,740)
Net cash provided by / (used in) operating activities	170,458	82,403
Cash flows from investing activities:		
Interest received	1,625	95
Proceeds from the sale of property, plant and equipment	5,417	2,200
Payments for plant, property and equipment	(36,124)	(506,236)
Net cash used in investing activities	(29,082)	(503,941)
Cash flows from financing activities:		
Payment of finance lease liabilities	(206,960)	(206,960)
Net cash used in financing activities	(206,960)	(206,960)
Decrease in cash and cash equivalents in the year	(65,584)	(628,498)
Cash and cash equivalents at the beginning of the year	1,208,008	1,836,506
Cash and cash equivalents at the end of the year	1,142,424	1,208,008

Wastesavers Charitable Trust Limited

Consolidated statement of cash flows

For the year ended 31 March 2023

Analysis of changes in net debt:

	Brought forward £	Cash flows £	New loans £	Non-cash movements £	Carried forward £
Cash	1,208,008	(65,584)	-	-	1,142,424
Obligations under finance leases within 1 year	(192,885)	192,884	-	(183,850)	(183,851)
Obligations under finance leases after 1 year	(257,522)	-	-	183,850	(73,672)
	<u>757,601</u>	<u>127,300</u>	<u>-</u>	<u>-</u>	<u>884,901</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

1. Accounting policies

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities in preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Wastesavers Charitable Trust Limited 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.

b) Group accounts

These financial statements consolidate the results of the charitable company and its wholly-owned (controlled) subsidiary, Wastesavers Limited, on a line by line basis. Transactions and balances between the charitable company and its subsidiary have been eliminated from the consolidated financial statements. Balances between the two companies are disclosed in the notes of the charitable company's balance sheet. A separate statement of financial activities, or income and expenditure account, for the charitable company itself is not presented because the charitable company has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006.

c) Going concern basis of accounting

The accounts have been prepared on the assumption that the charity is able to continue as a going concern, which the trustees consider appropriate having regard to the current level of unrestricted reserves. There are no material uncertainties about the charity's ability to continue as a going concern.

d) Income

Income is recognised when the charitable company has entitlement to the funds, any performance conditions attached to the items of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from the government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charitable company has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income generated from the supply of goods or services is included in the statement of financial activities in the period in which the supply is made. Income received in advance of provision of reuse or training services is deferred until criteria for income recognition are met.

e) Donated goods for resale

Donated goods for resale are recognised as income at their fair value upon receipt, which is deemed to be the expected proceeds from sale less the expected costs of sale. Any difference in the resale value is charged or credited to the statement of financial activities during the year.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

1. Accounting policies (continued)

f) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charitable company; this is normally upon notification of the interest paid or payable by the bank.

g) Funds accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charitable company. Designated funds are unrestricted funds of the charitable company which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charitable company's work or for specific projects being undertaken by the charitable company.

h) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

i) Allocation of support and governance costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Governance costs are the costs associated with the governance arrangements of the charity, including the costs of complying with constitutional and statutory requirements and any costs associated with the strategic management of the charity's activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities on the following basis:

	2023	2022
Reuse	19.5%	16.3%
Recycling	78.5%	81.5%
Education	2.0%	2.2%

j) Tangible fixed assets

Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

Land and buildings	25 years straight line
Motor vehicles	5 and 7 years straight line
Plant and machinery	7 years straight line
Computer and office equipment	4 years straight line
Leasehold land improvements	5 years straight line

Leasehold land is not depreciated.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

1. Accounting policies (continued)

j) Tangible fixed assets (continued)

Items of equipment are capitalised where the purchase price exceeds £10,000. Depreciation costs are allocated to activities on the basis of the use of the related assets in those activities. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

k) Investment in subsidiary undertakings

The charitable company has one wholly owned subsidiary, Wastesavers Limited, (registered company number 03842840). The subsidiary is used for non-primary purpose trading activities. The subsidiary undertaking is valued at cost less any cumulative impairment losses in the charitable company's accounts.

l) Stock

Purchased stock is included at the lower of cost or net realisable value. Donated items of stock for resale are recognised at fair value which is the expected proceeds from sale less any expected costs of sale. A value for IT stock is brought into the accounts once the item is ready for sale either on-line or in the Reuse shop. Tip shop stock is not included at stock at the year end as it is not practicable to value it until the point of sale.

m) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

n) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

o) Creditors

Creditors and provisions are recognised where the charitable company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

p) Financial instruments

The group and charitable company only have financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value except for bank loans which are subsequently recognised at amortised cost using the effective interest method.

q) Redundancy payments

Where an employee receives a termination benefit the full cost is recognised at the date the employee is notified.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

1. Accounting policies (continued)

r) Pension costs

The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable under the scheme by the charitable company to the fund. The charitable company has no liability under the scheme other than for the payment of those contributions.

s) Finance leases

Assets purchased under finance leases are capitalised as fixed assets. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charge. Finance charges are written off to the statement of financial activities over the period of the lease so as to produce a constant periodic rate of charge on the remaining balance of the liability.

t) Critical accounting judgements and key sources of estimation or uncertainty

In the application of the group's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key sources of estimation or uncertainty that have a significant effect on the amounts recognised in the financial statements are described below.

Depreciation

As described in note 1j to the financial statements, depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

2. Prior period comparatives: statement of financial activities

	Restricted £	Unrestricted £	2022 Total £
Income from:			
Donations and legacies	32,000	61,779	93,779
<i>Charitable activities</i>			
Reuse	99,503	719,581	819,084
Recycling	7,931	4,259,870	4,267,801
Education	-	41,332	41,332
Investments	-	95	95
Total income	139,434	5,082,657	5,222,091
Expenditure on:			
<i>Charitable activities</i>			
Reuse	107,422	616,975	724,397
Recycling	473,469	4,276,642	4,750,111
Education	-	81,743	81,743
Total expenditure	580,891	4,975,360	5,556,251
Net income / (expenditure) and movement in funds	(441,457)	107,297	(334,160)

3. Donations and legacies

	Restricted £	Unrestricted £	2023 Total £
Donations and gift aid	19,000	6,295	25,295
Kickstart grant	-	941	941
	19,000	7,236	26,236

Prior year comparative

	Restricted £	Unrestricted £	2022 Total £
Donations and gift aid	-	6,970	6,970
COVID grants (including CJRS)	-	20,347	20,347
Kickstart grant	-	25,949	25,949
Other grants	32,000	8,513	40,513
	32,000	61,779	93,779

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

4. Reuse

	Restricted £	Unrestricted £	2023 Total £
Grants - revenue	39,307	-	39,307
Grants repayable to funder	(44,758)	-	(44,758)
Computer recycling	-	110,076	110,076
Furniture shop	-	127,868	127,868
Tip shops	-	856,827	856,827
Other income	-	12,085	12,085
	<u>(5,451)</u>	<u>1,106,856</u>	<u>1,101,405</u>

Prior period comparative

	Restricted £	Unrestricted £	2022 Total £
Grants - revenue	99,503	28,491	127,994
Computer recycling	-	83,653	83,653
Furniture shop	-	131,168	131,168
Tip shops	-	448,694	448,694
Other income	-	27,575	27,575
	<u>99,503</u>	<u>719,581</u>	<u>819,084</u>

5. Recycling

	Restricted £	Unrestricted £	2023 Total £
Material sales	-	1,443,290	1,443,290
Newport City Council: Recycling payment	-	2,642,978	2,642,978
Reimbursement for recycling consumables	-	520,516	520,516
Flats recycling	-	15,173	15,173
Commercial recycling income	-	170,500	170,500
Other income	-	9,447	9,447
	<u>-</u>	<u>4,801,904</u>	<u>4,801,904</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

5. Recycling (continued) Prior period comparative

	Restricted £	Unrestricted £	2022 Total £
Material sales	-	1,147,794	1,147,794
Newport City Council:			
Recycling payment	-	2,201,092	2,201,092
Reimbursement for recycling consumables	-	345,343	345,343
COVID funding	-	405,231	405,231
Grants - capital	7,931	-	7,931
Flats recycling	-	11,614	11,614
Commercial recycling income	-	141,409	141,409
Other income	-	7,387	7,387
	<u>7,931</u>	<u>4,259,870</u>	<u>4,267,801</u>

6. Education

	2023 Total £	2022 Total £
Student income	<u>86,960</u>	<u>41,332</u>

All income from education in the current and prior period was unrestricted.

7. Government grants

The charitable company receives government grants, defined as grant funding from the Welsh Government, to fund charitable activities. The total value of such grants in the period ending 31 March 2023 was £941 (2022: £175,730). There are no unfulfilled conditions or contingencies attaching to these grants.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

8. Total expenditure

	Reuse £	Recycling £	Education £	Support and governance £	2023 Total £
Staff costs (note 10)	740,983	2,982,848	75,772	91,071	3,890,674
Other staff costs	33,814	65,235	228	4,464	103,741
Service delivery costs	141,216	1,307,328	7,459	240	1,456,243
Development and consultancy	10,658	6,853	1,783	1,847	21,141
Premises costs	39,602	88,000	998	-	128,600
Administrative costs	52,319	28,700	3,901	2,472	87,392
Insurance	14,249	147,436	1,164	325	163,174
Audit and accountancy	1,020	8,496	79	8,066	17,661
Bad debts	-	67	-	-	67
Interest and charges	9,859	14,075	-	-	23,934
Depreciation	-	579,110	-	77,461	656,571
Sub-total	1,043,720	5,228,148	91,384	185,946	6,549,198
Allocation of support and governance costs	36,263	145,975	3,708	(185,946)	-
Total expenditure	1,079,983	5,374,123	95,092	-	6,549,198

Total governance costs were £16,000.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

8. Total expenditure (continued)

Prior period comparative

	Reuse £	Recycling £	Education £	Support and governance £	2022 Total £
Staff costs (note 10)	529,272	2,640,474	70,429	75,719	3,315,894
Other staff costs	18,948	67,764	191	2,003	88,906
Service delivery costs	32,676	1,051,333	2,731	121	1,086,861
Development and consultancy	15,211	2,297	55	506	18,069
Premises costs	43,702	105,176	59	-	148,937
Administrative costs	35,733	7,657	3,762	2,671	49,823
Insurance	11,517	137,967	1,139	-	150,623
Audit and accountancy	4,887	7,641	-	6,970	19,498
Bad debts	83	2,546	-	-	2,629
Interest and charges	6,990	21,798	-	-	28,788
Depreciation	-	578,850	-	67,373	646,223
Sub-total	699,019	4,623,503	78,366	155,363	5,556,251
Allocation of support and governance costs	25,378	126,608	3,377	(155,363)	-
Total expenditure	724,397	4,750,111	81,743	-	5,556,251

Total governance costs were £13,475.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

9. Net movement in funds

This is stated after charging / (crediting):

	2023 £	2022 £
Interest payable	23,934	21,798
Depreciation		
▪ Owned assets	307,858	297,510
▪ Leased assets	348,713	348,713
Profit on the sale of fixed assets	(5,196)	(2,200)
Trustees' remuneration	Nil	Nil
Trustees' reimbursed expenses	Nil	Nil
Auditors' remuneration:		
▪ Statutory audit (excl. VAT)	16,000	13,475
▪ Other services	Nil	Nil
	<u>23,934</u>	<u>21,798</u>

Trustees were not reimbursed expenses during the year (2022: nil).

10. Staff costs and numbers

Staff costs for the group were as follows:

	2023 £	2022 £
Salaries and wages	2,618,553	2,261,608
Social security costs	214,105	172,119
Pension contributions	160,407	139,539
Agency staff	897,609	742,628
	<u>3,890,674</u>	<u>3,315,894</u>

No employee earned more than £60,000 during the year.

The key management personnel of the group comprise the Chief Executive Officer, Finance Manager, Recycling and Health and Safety Manager, and Operational Finance Manager who are employed by Wastesavers Limited, and the Charity Manager who is employed by Wastesavers Charitable Trust Limited. The total employee benefits of the key management personnel of the group, including employers' national insurance, were £190,672 (2022: £171,010).

	2023 No.	2022 No.
Average head count	<u>122</u>	<u>120</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

11. Tangible fixed assets

The group	Assets under construction £	Land and buildings £	Leasehold land £	Plant and machinery £	Motor vehicles £	Office equipment £	Leasehold improvements £	Total £
Cost								
At 1 April 2022	-	2,374,191	121,281	917,211	3,532,942	27,564	603,941	7,577,130
Additions in year	36,124	-	-	-	-	-	-	36,124
Disposals in year	-	-	-	(31,300)	-	-	-	(31,300)
At 31 March 2023	<u>36,124</u>	<u>2,374,191</u>	<u>121,281</u>	<u>885,911</u>	<u>3,532,942</u>	<u>27,564</u>	<u>603,941</u>	<u>7,581,954</u>
Depreciation								
At 1 April 2022	-	1,358,941	-	589,075	2,678,124	26,938	143,142	4,796,220
Charge for the year	-	70,417	-	109,029	452,643	626	23,856	656,571
Disposals in year	-	-	-	(31,079)	-	-	-	(31,079)
At 31 March 2023	<u>-</u>	<u>1,429,358</u>	<u>-</u>	<u>667,025</u>	<u>3,130,767</u>	<u>27,564</u>	<u>166,998</u>	<u>5,421,712</u>
Net book value								
At 31 March 2023	<u>36,124</u>	<u>944,833</u>	<u>121,281</u>	<u>218,886</u>	<u>402,175</u>	<u>-</u>	<u>436,943</u>	<u>2,160,242</u>
At 31 March 2022	<u>-</u>	<u>1,015,250</u>	<u>121,281</u>	<u>328,136</u>	<u>854,818</u>	<u>626</u>	<u>460,799</u>	<u>2,780,910</u>

Included within the net book value is £74,524 (2022: £423,019) relating to assets held under finance leases. The depreciation charged to the statement of financial activities in respect of these assets was £348,713 (2022: £348,713).

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

11. Tangible fixed assets (continued)

The charity	Assets under construction £	Land and buildings £	Plant and machinery £	Motor vehicles £	Total £
Cost					
At 1 April 2022	-	2,374,191	1,898	49,310	2,425,399
Additions in year	<u>36,125</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>36,125</u>
At 31 March 2023	<u>36,125</u>	<u>2,374,191</u>	<u>1,898</u>	<u>49,310</u>	<u>2,461,524</u>
Depreciation					
At 1 April 2022	-	1,358,941	1,898	20,237	1,381,076
Charge for the year	<u>-</u>	<u>70,417</u>	<u>-</u>	<u>7,044</u>	<u>77,461</u>
At 31 March 2023	<u>-</u>	<u>1,429,358</u>	<u>1,898</u>	<u>27,281</u>	<u>1,458,537</u>
Net book value					
At 31 March 2023	<u>36,125</u>	<u>944,833</u>	<u>-</u>	<u>22,029</u>	<u>1,002,987</u>
At 31 March 2022	<u><u>-</u></u>	<u><u>1,015,250</u></u>	<u><u>-</u></u>	<u><u>29,073</u></u>	<u><u>1,044,323</u></u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

12. Subsidiary undertakings

Wastesavers Limited

The charitable company owns the whole of the issued share capital (100 ordinary £1 shares) of Wastesavers Limited, a company registered in England and Wales. The subsidiary is used for non-primary purpose trading activities. All activities have been consolidated on a line by line basis in the statement of financial activities. Available profits are donated to the charitable company. A summary of the results of the subsidiary is shown below:

	2023 £	2022 £
Turnover	5,360,802	4,739,573
Cost of sales	<u>(696,809)</u>	<u>(448,143)</u>
Gross profit	4,663,993	4,291,430
Administrative expenses	<u>(4,581,441)</u>	<u>(4,213,700)</u>
Operating profit	82,552	77,730
Other income	5,196	2,200
Interest receivable	-	43
Interest payable	<u>(14,075)</u>	<u>(21,798)</u>
Profit on ordinary activities	73,673	58,175
Corporation tax	<u>-</u>	<u>-</u>
Profit for financial year	<u>73,673</u>	<u>58,175</u>
The aggregate of the assets, liabilities and funds was:		
	2023 £	2022 £
Assets	2,712,521	3,112,939
Liabilities	<u>(2,064,815)</u>	<u>(2,538,906)</u>
Funds	<u>647,706</u>	<u>574,033</u>

13. Parent charity

The parent charity's gross income and the results for the year are disclosed as follows:

	2023 £	2022 £
Gross income	1,280,405	1,005,945
Results for the year	<u>(40,645)</u>	<u>73,193</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

14. Stock

	The group		The charity	
	2023	2022	2023	2022
	£	£	£	£
Donated goods for resale	<u>32,298</u>	<u>25,580</u>	<u>32,298</u>	<u>25,580</u>

15. Debtors

	The group		The charity	
	2023	2022	2023	2022
	£	£	£	£
Trade debtors	410,874	388,859	17,373	36,820
Prepayments	156,225	125,939	15,171	1,158
Accrued income	566,893	227,054	1,131	1,228
Amounts owed from subsidiary	-	-	206	653
VAT	-	-	6,389	6,817
	<u>1,133,992</u>	<u>741,852</u>	<u>40,270</u>	<u>46,676</u>

16. Creditors: amounts due within 1 year

	The group		The charity	
	2023	2022	2023	2022
	£	£	£	£
Trade creditors	456,799	116,313	32,734	3,335
Other taxation and social security	116,333	178,039	10,878	6,481
Accruals	191,051	84,762	146,028	29,017
Other creditors	141,614	115,917	5,463	3,475
Deferred income (see note 22)	91,707	65,915	-	-
Obligations under finance leases	183,851	192,885	-	-
	<u>1,181,355</u>	<u>753,831</u>	<u>195,103</u>	<u>42,308</u>

17. Creditors: amounts due after 1 year

	The group		The charity	
	2023	2022	2023	2022
	£	£	£	£
Obligations under finance leases	<u>73,672</u>	<u>257,522</u>	<u>-</u>	<u>-</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

18. Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes. The charitable company's trading subsidiary, Wastesavers Limited, donates available profits to the charitable company. Any taxable profits retained in the subsidiary company are chargeable to corporation tax.

19. Analysis of net assets between funds

	Restricted funds £	Unrestricted funds £	Total funds £
Tangible fixed assets	1,866,271	293,971	2,160,242
Current assets	99,319	2,209,395	2,308,714
Creditors: amounts falling due within 1 year	-	(1,181,355)	(1,181,355)
Creditors: amounts falling due after more than 1 year	-	(73,672)	(73,672)
Net assets at 31 March 2023	<u>1,965,590</u>	<u>1,248,339</u>	<u>3,213,929</u>
Prior period comparative			
	Restricted funds £	Unrestricted funds £	Total funds £
Tangible fixed assets	2,300,543	480,367	2,780,910
Current assets	497,180	1,478,260	1,975,440
Creditors: amounts falling due within 1 year	-	(753,831)	(753,831)
Creditors: amounts falling due after more than 1 year	-	(257,522)	(257,522)
Net assets at 31 March 2022	<u>2,797,723</u>	<u>947,274</u>	<u>3,744,997</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

20. Movements in funds

	At 1 April 2022 £	Income £	Expenditure £	Transfers between funds £	At 31 March 2023 £
Restricted funds					
WEFO (EDRF Obj 2)	128,044	-	(21,513)	-	106,531
Welsh Assembly	150,746	-	(18,638)	-	132,108
Cardiff City Council	44,758	(44,758)	-	-	-
Newport City Council	701,119	-	(39,378)	(16,802)	644,939
Rhondda Cynon Taf Council	110,000	-	(40,007)	-	69,993
Torfaen County Council - New Inn Salaries	68,665	-	(68,665)	-	-
Torfaen County Council - Reuse Coordinator	22,000	-	(22,000)	-	-
Landfill Disposal Tax	-	39,307	(35,261)	-	4,046
Community Scheme	10,000	19,000	-	(19,323)	9,677
Leasehold land (NCC)	121,281	-	-	-	121,281
NCC flats recycling	216,780	-	(169,974)	-	46,806
Wastesavers Ltd capital fund	1,224,330	-	(394,121)	-	830,209
Total restricted funds	2,797,723	13,549	(809,557)	(36,125)	1,965,590
Unrestricted funds					
General funds	947,274	6,004,581	(5,739,641)	36,125	1,248,339
Total unrestricted funds	947,274	6,004,581	(5,739,641)	36,125	1,248,339
Total funds	3,744,997	6,018,130	(6,549,198)	-	3,213,929

Purposes of restricted funds

WEFO and Welsh Assembly funds

The WEFO and Welsh Assembly funds are capital restricted funds representing the Wastesavers Resource Centre. The funds will be reduced each year by the annual depreciation charge of the related fixed assets, along with any impairment losses incurred.

Cardiff City Council

Funding to support the establishment of 2 sites in Cardiff, Lamby Way (opened 2021) and Bessemer Road (CCC made the decision not to continue with this site and the funds will be returned in 2023/24).

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

20. Movements in funds (continued)

Newport City Council

An award of funding in relation to improving reuse infrastructure in Newport.

Part of the grant from Newport City Council, £25,000, was allocated for the purchase of a new Reuse vehicle.

Another part of the grant received from Newport City Council, £25,000, was allocated towards the refurbishment of the classroom at Head Office. The pandemic held up works until 2022, works have now commenced and should be completed this financial year.

Rhondda Cynon Taf Council

Rhondda Cynon Taff received funding of £110,000 from Welsh Government towards setting up a new Reuse site at Aberdare. The site was set up in 2022/23 and funding is being used to support the running of the site.

Torfaen County Council - New Inn Salaries

TCBC also received funding which was passed to us to subsidise salaries at New Inn to March 2023. The balance was fully spent in 2022/23.

Torfaen County Council - Reuse Coordinator

Funding from Torfaen County Council towards the setting up and running of a Repair Café in Pontypool, Torfaen. The funding was fully spent in 2022/23.

Education Suite

Donations to fund the refurbishment of the education suite at Head Office. The refurbishment work is underway and expected to be completed in late summer 2023.

Landfill Disposal Tax Community Scheme

Funding was received to support the setting up of 2 new projects, The Nappy Library and Reuse Repair Café.

Leasehold land

A grant was received from the Welsh Government to enable Wastesavers Ltd to purchase a plot of leasehold land adjoining the current property.

NCC flats recycling

Funding to provide flats' recycling facilities across Newport, working in partnership with Newport City Council and Newport City Homes. This is an ongoing project.

Wastesavers Ltd capital fund

The Wastesavers Ltd capital fund represents assets purchased and to be purchased with capital grants in the subsidiary company. The fund will be reduced each year by the annual depreciation charge of the related fixed assets. In the financial statement of Wastesavers Limited, these capital grants have been treated as deferred capital income. Adjustments were made on consolidation to bring the accounting treatment for capital grants into line with Wastesavers Charitable Trust Limited's accounting policies.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

20. Movements in funds (continued)

Prior year comparative:

	At 1 April 2021 £	Income £	Expenditure £	Transfers between funds £	At 31 March 2022 £
Restricted funds					
WEFO (EDRF Obj 2)	149,557	-	(21,513)	-	128,044
Welsh Assembly	169,384	-	(18,638)	-	150,746
Cardiff City Council	47,700	-	(2,942)	-	44,758
Newport City Council	734,610	-	(33,491)	-	701,119
Rhondda Cynon Taf Council	110,000	-	-	-	110,000
Torfaen County Council - New Inn Salaries	-	99,503	(30,838)	-	68,665
Torfaen County Council - Reuse Coordinator	-	22,000	-	-	22,000
Education Suite	-	10,000	-	-	10,000
Leasehold land (NCC)	121,281	-	-	-	121,281
NCC flats recycling	299,680	-	(82,900)	-	216,780
Wastesavers Ltd capital fund	<u>1,606,968</u>	<u>7,931</u>	<u>(390,569)</u>	<u>-</u>	<u>1,224,330</u>
Total restricted funds	<u>3,239,180</u>	<u>139,434</u>	<u>(580,891)</u>	<u>-</u>	<u>2,797,723</u>
Unrestricted funds					
General funds	<u>839,977</u>	<u>5,082,657</u>	<u>(4,975,360)</u>	<u>-</u>	<u>947,274</u>
Total unrestricted funds	<u>839,977</u>	<u>5,082,657</u>	<u>(4,975,360)</u>	<u>-</u>	<u>947,274</u>
Total funds	<u><u>4,079,157</u></u>	<u><u>5,222,091</u></u>	<u><u>(5,556,251)</u></u>	<u><u>-</u></u>	<u><u>3,744,997</u></u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

22. Deferred income

	The group		The charity	
	2023	2022	2023	2022
	£	£	£	£
At 1 April 2022	65,915	57,059	-	-
Amounts deferred during the year	91,707	65,915	-	-
Amounts released during the year	(65,915)	(57,059)	-	-
At 31 March 2023	91,707	65,915	-	-

The Commercial Recycling Service invoices in advance of service delivery. As the group is not entitled to the income until the services are delivered, the income is deferred within the group accounts.

23. Related party transactions

Wastesavers Limited

Wastesavers Limited is a wholly owned subsidiary of Wastesavers Charitable Trust Limited. During the year Wastesavers Limited paid the following amounts to Wastesavers Charitable Trust Limited:

	2023	2022
	£	£
Rent	48,168	48,168
Management fee	16,010	11,970
	<u>64,178</u>	<u>60,138</u>

Newport City Council

David Mayer, a trustee of Wastesavers Charitable Trust Limited, is also a Councillor of Newport City Council. During the year Wastesavers Limited purchased materials totalling £514,106 (2022: £448,143) and received a total of £2,989,284 (2022: £2,930,381), from Newport City Council. This included the following amounts:

	2023	2022
	£	£
Recycling payment	2,651,196	2,200,722
Recycling consumables	338,088	345,343
Emergency funding	-	384,316
	<u>2,989,284</u>	<u>2,930,381</u>

A-Print and Design Limited

Roger Ayres, a trustee of Wastesavers Charitable Trust Limited, is also director of a printing company called A-Print and Design Limited. During the year Wastesavers Charitable Trust Limited (group) purchased printing supplies totalling £950 (2022: £540) from A-Print and Design Limited. The outstanding balance at 31 March 2023 was £198 (2022: Nil).

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2023

24. Finance lease commitments

At 31 March 2023 the group had finance leases at the year end with total future minimum lease payments as follows:

	2023 £	2022 £
<i>Amount falling due:</i>		
Within 1 year	206,959	206,960
Within 1 - 5 years	<u>80,046</u>	<u>264,932</u>
	<u>287,005</u>	<u>471,892</u>

25. Capital commitments

At 31 March 2023, Wastesavers Limited had entered into a hire purchase agreement to acquire two new specialist recycling trucks with a total cost over five years of £304,913 (excluding VAT). As at 31 March 2023, no payments had been made. The vehicles were in use from August 2023.

WASTESAVERS CHARITABLE TRUST LIMITED

England & Wales - Charity number 1116150

Accounts

Company no. 05326617
Charity no. 1116150

Wastesavers Charitable Trust Limited
Report and Audited Financial Statements
31 March 2022

Wastesavers Charitable Trust Limited

Reference and administrative details

For the year ended 31 March 2022

Company number 05326617

Charity number 1116150

Registered office and operational address Wastesavers Resource Centre
Esperanto Way
Lliswerry
Newport
NP19 0RD

Trustees Trustees, who are also directors under company law, who served during the year and up to the date of this report were as follows:

David Mayer	Chair
Roger Ayres	Vice Chair
William Langsford	Treasurer
Len Casley	
Mark Esposito	
Caroline Wynn	

Key management personnel	Penelope Goodwin	Chief Executive Officer
	Ian Symes	Head of Operations
	Janet Jones	Finance Manager and Company Secretary
	Alun Harries	Charity Manager
	Phil Hurst	Marketing and Development Officer
	Leane Rowe	HR Manager
	Ian Pearce	PEAK Co-ordinator
	Kris Dowding	Recycling Manager
	Thomas Belcher	Regional Manager

Bankers Lloyds TSB Bank
42 Commercial Street
Newport
NP20 1WS

Auditors Godfrey Wilson Limited
Chartered accountants and statutory auditors
5th Floor Mariner House
62 Prince Street
Bristol
BS1 4QD

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2022

The trustees present their report and the audited financial statements for the year ended 31 March 2022. Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the Memorandum and Articles of Association and the Statement of Recommended Practice - Accounting and Reporting by Charities (effective from January 2019).

Structure, governance and management

The organisation is a charitable company limited by guarantee, incorporated on 7 January 2005 and registered as a charity on 20 September 2006.

The organisation was established under a memorandum of association that established the objects and powers of the organisation and is governed under its articles of association.

The organisation looks to recruit new trustees with specific expertise who are able to support the objectives of the organisation. It does this by direct approach and general advertisement. Wastesavers inducts its trustees by encouraging them to spend time with each project the organisation is involved in to ensure they are fully aware of the activities it undertakes.

Training is available for trustees through WCVA, GAVO and ACEVO who provide a variety of courses for trustees throughout the year which are topical and informative. All trustees are encouraged to engage with at least one training session per year.

The Trustees and Executive Officers of the Company are listed on Page 1.

The Company comprises of six Trustees who are responsible for managing the affairs of the Company. Trustees are drawn from professional, Local Government, and local experience. The Trustees meet 11 times a year and consider risk management, development policy and strategy, monitoring the annual budget and the business plan and approving the annual financial statements. Trustees delegate the day-to-day management and implementation of the Company strategy and policy framework to the Officers of the Company.

No Trustees are remunerated over and above travel expenses. Wastesavers Charitable Trust owns the whole of Wastesavers Limited's share capital; 100 ordinary £1 shares.

The CEO is appointed by the Board of Trustees and is answerable to the Board on a monthly basis. Day to day organisational decision making is carried out by the CEO who also formulates strategic objectives in consultation with, and approved by, the Board of Trustees.

Wastesavers Charitable Trust looks to minimise risk to the organisation at all times. However, it is recognised that sometimes certain levels of risk are necessary for the organisation to progress. At all times risks are calculated before action is made, taking into account the organisation's vulnerability, consequences of inaction and potential benefits. All decisions on risk assessments are made at Board level. This is recorded in the Company's risk register and reviewed at 6 monthly intervals or sooner if situation demands.

The Trustees are ultimately responsible for the Company's system of internal financial control, which is designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets, the maintenance of proper accounting records, the reliability of financial information and the management of risk.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2022

The following mechanisms are used for effective internal financial control:

- Clearly defined management and reporting structures;
- A robust programme of internal audits and external audit;
- Careful recruitment and effective training programmes for staff and trustees;
- Regular supervision and performance appraisals for staff;
- Financial regulations;
- Periodic reviews of accounting procedures by external accountants;
- Management information and accounting systems with quarterly reporting of financial results and other Performance Indicators compared with forecasts;
- An ongoing process of identifying, evaluating, and managing the significant financial risks faced by the company;
- A strategy covering the prevention, detection, and reporting of fraud; and
- A review of the effectiveness of the internal control measures using internal audit and other measures.

Wastesavers Charitable Trust is a member of CIWM, Reuse Network, ACEVO, GAVO and WCVA all of whom provide advice and guidance on the effective management of the charity and its operational undertakings.

Remuneration of key management personnel is brought to the attention of, and approved by, the Remuneration Committee which is made up of key members of the Board including the treasurer and chairman. When setting pay structures the local government NJC scales are considered along with industry benchmarking to ensure remuneration is appropriate and fair.

Objectives and activities

1. The relief of poverty by the provision of renovated furniture and other household accessories for residents in necessitous circumstances in the South East Wales area.
2. The advancement of education in respect of the environmental aspects of, and need for, recycling.
3. The advancement of education in respect of vocational skills, numeracy and literacy skills and practical skills of benefit to the community (to the extent that such objects are exclusively charitable).

Wastesavers Charitable Trust operates projects in three broad areas that work to further the objectives of the Charity:

1. **Reuse. Our flagship Reuse Centre in Maindee, Newport, and Reuse Shops at HWRCs in Newport, Llantrisant, Treherbert, Pentrebach, Roseheyworth, Cardiff and New Inn.** These projects take a variety of household items donated by the general public and business including furniture, IT, electrical items and general bric and brac and makes them available to the general public at low prices. We deliver social programmes to reduce social isolation, increase digital awareness and improve employability as well as a comprehensive volunteering programme to support people in gaining additional skills and experiences and to facilitate social interaction.
2. **Education Project.** Using a purpose-built education room at Wastesavers Resource Centre, Wastesavers works to educate primary school children about the importance of 'reduce, reuse and recycle'. The lessons are planned to ensure all children are not only enthused by the project but are aware of its environmental benefits. The education project typically hosts between 6 and 12 visits per term from schools across South Wales but primarily from Newport.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2022

3. **PEAK.** Alternative education provision. Wastesavers works with schools, pupil referral units, the youth offending team, social services, and local authorities in South East Wales, specifically Newport and Torfaen, to take young people who are finding it difficult in mainstream education. The young people then work towards gaining basic/essential skills including plumbing, carpentry, bike repair, cookery, photography and Art and Design. This project employs 3 staff members and typically works with up to 12 young people per day delivering its objectives. Unfortunately owing to the Covid-19 restrictions PEAK has been closed for most of the year and its staff placed on furlough.

The charity also runs a trading arm, Wastesavers Limited. Wastesavers Limited delivers three key services which generates an income for the charity and furthering its aims and objectives. They occupy a building owned by the charity and pay it rent to cover the use of this space. From this location they deliver waste and recycling collection services to divert as much material from landfill as possible.

1. **Kerbside Recycling services** for the city of Newport. They hold a contract to deliver the kerbside recycling service including collection and reprocessing source segregated recyclate from all 74,000 houses and flats in Newport. This contract expires in 2024-25.
2. **Commercial Recycling Services** for Newport, Cardiff, Monmouthshire and Torfaen, collecting source segregated recycling from businesses using wheeled bins and reusable sacks.
3. **Commercial Reprocessing Services** – providing reprocessing services to local authorities and businesses in the local area on an ad hoc basis.

Last year this equated to 20,391 tonnes of recyclables collected at the kerbside and an additional 1,469 tonnes of material brought in from commercial businesses and reprocessing commercially on site. Wastesavers Limited employs 83 members of staff and represent the largest proportion of income and expenditure for the group.

The charity measures its success by the collection and analysis of Key Performance Indicators at its Management Review Meetings, Board Meetings and contract meetings. These key indicators include tonnages diverted from landfill, number of students trained, the number of schools who visit the education room and the number of volunteer hours contributed. Health and safety and environmental performance are also monitored and reported against.

On an annual basis the charity also reviews the additional value that reusing furniture and IT gives to society and the numbers of low-income families helped with the provision of low-cost furniture.

The charity is aware of and has reviewed the Charity Commission guidance on public benefit, in particular the legal requirements of charities working to relieve poverty and has taken it into account when reporting on the work the charity has done in the last 12 months. This is covered throughout this report.

Achievements and performance

The organisation has been maintained as an incorporated charity with shareholdings in Wastesavers Limited.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2022

Last year we had the following objectives:

- Deal with the tonnage increases being seen since Covid-19 restrictions;
- Re-open charity projects in a safe environment in line with Covid-19 guidance;
- Review and route optimise all recycling rounds to ensure efficiency and achievability;
- Reduce complaints through improved service quality;
- Open Cardiff, Torfaen and Blaenau Gwent reuse shops;
- Redevelop and relocate to the old Co-op Building in Maindee, Newport;
- Redevelop our Education Room; and
- Continue to develop and grow our commercial collections business.

Despite restrictions due to Covid-19, I am pleased to say that Wastesavers Charitable Trust has achieved all these objectives.

Overview

This year the organisation has dealt with the continuing impact of the Covid-19 pandemic. Despite a relaxation in restrictions Covid-19 has continued to affect all aspects of our business from managing the health and wellbeing of our workforce to dealing with an increase in tonnages placed out for collection at the kerbside. However, all our departments have continued to operate and deliver their services with the charity returning to near normal service after months of furlough.

Our CEO was on maternity leave during much of 2021-22 passing responsibility to the Head of Operations. During this time the group continued its maintenance of ISO 9001, 14001 and 45001 standards and continued to deliver its aims and objectives.

Reuse

All staff returned from furlough during April and May 2021, with the phased reopening of all retail sites. Despite the restrictions still in place due to Covid-19 and the subdued retail market we continued to grow our reuse offering.

In July 2021 we opened the long awaited Reuse Centre in Maindee. The centre inhabits a building bought and renovated by the charity over the previous 12 months. It now inhabits our IT reuse department, furniture reuse shop, and as part of its community commitment, gives space to Maindee Makerspace and their operations. In the coming 12 months it is hoped that a Nappy Library and Repair Café will also be housed here.

The expansion of our Reuse Shops at recycling centres continued with the opening of The Cabin in Lamby Way, The Den in Roseheyworth and the Steelhouse in New Inn. We also continued working on plans with Rhondda Cynon Taff Council to open a hybrid Reuse Shop in Aberdare High Street which we hope will complete in Summer 2022. We also submitted our bid, which was approved (subject to negotiations) to run another Reuse Shop in Penallta, Caerphilly.

In total we employed 37 staff, an increase of 20 people on our 2020-21 employment figures. We also worked with 71 volunteers who contributed 14,184 hours, working to reuse and recycle furniture, IT, electrical equipment and household bric a brac and helping us to divert a massive 621 tonnes of reusable items from landfill. This is a labour value of £126,379 at minimum wage!

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2022

PEAK

This has been another difficult year for PEAK with staff flexi furloughed until September when the schools began to place students. Our return to the classroom was slow, but between September 21 to March 22 we actively engaged 27 students, 14 pupils from Newport and 13 from Torfaen. Commitment from schools has been difficult during this period and alternative options for PEAK are being explored, including diversification.

Funding of £22k has been obtained from Torfaen County Borough Council to develop and open a repair café for Torfaen during 2022. As a result we plan to reduce PEAKs opening days from 5 days a week to 3 days to accommodate the reduction in student numbers and allow staff to work on this alternative project.

Education

The long overdue redevelopment of the education room took a step forward this year as we engaged a designer and began developing our ideas for the interactive workstations that will replace the previous 'pods'. The wall has been removed and ceiling repaired and we now await installation. Funding has already been received for a proportion of this project with the remaining coming from industry sponsorship and our own funds. It is anticipated that this will open in Autumn 2022.

Kerbside recycling

During the year our kerbside recycling service diverted 20,391 tonnes of recyclable material from disposal. This was 7.8% lower than 2020-21 as we saw the entertainment industry reopen and people's consumer habits change; after 12 months inside people started to eat out again (reducing the food waste and packaging collected) and head back to the pub (reducing the glass and cans collected). However, this is still 774 tonnes more than collected in 2019-20.

Material prices began to recover as income began to be received for cardboard. Aluminium and plastic began to gain in value in part due to energy crisis and war in Ukraine seen in the latter part of the year.

A covid outbreak at the start of the year saw our services disrupted as staff isolated but this was soon brought under control. The outbreak was brought into the company from a number of sources but by careful management and putting teams in 'bubbles' this outbreak was minimised.

During Summer 2021 we came under increasing pressure due to the HGV driver shortage. Everyone with an HGV licence was sent a letter from government encouraging them to use their licence. Our drivers were targeted by local recruiters and we lost a number to competitors paying higher wages and better benefits. This included 3 staff who left to work for Newport City Council. Our agency fees increased dramatically as HGV drivers demanded higher wages and the local authority agreed to support us with any spare staff they have available and have agreed to wage parity moving forward. The situation has gradually improved and while HGV drivers are still demanding higher wages there is no longer the daily pressure of finding staff to drive our vehicle. An agreement was made with Newport City Council that the cost of living allowance agreed between trade unions and their members within the council, would also be passed onto Wastesavers staff.

The way we communicate with our staff changed this year as we introduced the first Kerbside Matters publication to replace kerbside staff meetings. This enabled us to communicate important issues to our staff, including health and safety and environmental issues, and also to inform on the work the charity is doing. This has been positively received.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2022

Commercial recycling and responsibility

Covid-19 continued to affect our commercial recycling operations as, despite restrictions easing, some of our clients were not able to reopen. However, many resumed their recycling collections and despite a drop in tonnage and income from 2019-20, 945 tonnes were diverted from landfill, an increase of 38.6% from last year.

524 tonnes were reprocessed for neighbouring local authorities a 19.4% increase on 2020-21.

Financial review

Income from the Kerbside Recycling service delivered for Newport residents and from selling recycled material from its kerbside and commercial recycling departments make up the largest proportion of overall income for the group. However, the kerbside project is run at cost price and therefore no profit is generated from this contract. The limited company does engage in profit making activities through its commercial recycling department and from commercial reprocessing. These projects, along with rent paid by the kerbside project for the charity owned building generated profits of £60k for the charity.

Wastesavers Limited; kerbside recycling, commercial recycling, and training

Income from sale of materials collected from kerbside and commercial recycling collections was £1,148k in 2021-22 up £424k from 2020-21 due to rising demand, and therefore price of cardboard and the gain in value of aluminium and plastic caused by the energy crises and war in Ukraine experienced in the latter part of the year.

Both income and expenditure for the recycling departments were below last year's figures as Newport Council's covid-19 payments reduced and furlough funding ended (applicable to our commercial recycling department). Total income was £4,740k compared to last year of £4,775k - £35K less.

Expenditure on wages was £50K more than in 2020-21 (£2,640k in 2021-22 compared to £2,590k in 2020-21) but the proportion of agency costs reduced from 32.5% of costs in 2020-21 to 28% of costs in 2021-22 demonstrating the formal move towards driver plus 2 in our operating plan and the slight easing of our staffing pressures.

Wastesavers Charitable Trust Limited; reuse

During 2021-22, we opened an additional three tip shops in Roseheyworth, Blaenau Gwent; Lamby Way, Cardiff; and New Inn, Torfaen. Additional funding of £99k was received from Torfaen County Borough Council (CBC) to part fund wages for two years.

In total the tip shops generated income of £449k up from last year's income of £71k – which was generated despite many of the shops being closed for most of the trading period.

The Reuse centre generated £131k from furniture and £83k from computer reuse up from £48k and £59k respectively for 2020-21.

Funding of £110k has already been received and allocated to the Aberdare Reuse Centre to be opened in Summer 2022.

PEAK

Student income from PEAK started improving from a low of £20k in 2020-21 to £41k in 2021-22 however, it is still half the income generated in 2019-20 and demonstrates the continuing effect of covid-19 on schools.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2022

In addition to this work, PEAK also received £22k of advance funding from Torfaen CBC to pay for the opening of a repair café in the authority in 2022.

Overall

At the end of the reporting period 2021-22, the Charity, incorporating its limited trading arm made a loss of £334,160 while the Limited company on its own made a profit of £58,175. However, it should be noted that the group accounts include the depreciation of assets which we received funding for in a prior period. This income will not show in these accounts. This compares to last year where the charity reported a profit of £135,016, however, this included restricted funding awaiting spend relating to the reuse centre. Other points to note are as follows:

Fixed assets

In total the group's fixed assets stand at £2.78m with £754k liabilities due within 12 months.

Our cash in the bank was at £1,208k at the end of the year, a reduction of £628k on 2020-21 due to the development and build of the Reuse Centre and creation of this capital asset.

Debt

Our debt included new loans of £74,272 which related to the finance agreements in place for our insurance policies.

Reserves policy

It is our policy to put aside the equivalent of three months wages for the group. This is currently set at £470,000 and is to cover costs associated with a cease of contract or problems with a restriction in cashflow. At year end there was a balance of £724,429 held in unrestricted net current assets, an increase of £29k on 2020-21.

Fundraising

Wastesavers does not carry out any fundraising activities and does not have any contracts with professional fundraisers.

Wastesavers is not a member of any voluntary fundraising schemes.

There are no fundraising activities to be monitored.

Wastesavers has had no complaints about fundraising as no fundraising activities were undertaken. There is however, a formal complaints procedure as part of its accredited and audited management system, which is regularly reviewed by the senior management team.

Wastesavers does not carry out any fundraising activities that would contravene GDPR regulations or would cause unreasonable intrusion into a person's privacy, particularly those that are vulnerable. It does not use unreasonably persistent approaches or undue pressure to give as it does not carry out any fundraising activities.

Plans for future periods

It is hoped that 2022-23 will see the first year of Covid-19 recovery with the end of restrictions on trading and working life. It is hoped that pressure of recruitment eases in light of our movement out of the pandemic and public confidence returns in the form of footfall within our shops. This is likely to result in a drop in tonnages available to collect at the kerbside, however, the level of this impact will remain to be seen.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2022

Our plans remain ambitious with developments across our charity to further our reach and deliver on our aims and objectives. Specifically;

- Open Aberdare Reuse Centre;
- Open Caerphilly reuse shop (at Penallta Recycling Centre);
- Open Nappy Library at Reuse Centre in Maindee;
- Open Repair Café at Reuse Centre in Maindee;
- Relaunch Education Room;
- Consolidate kerbside recycling scheme as tonnages contract; and
- Grow our commercial collections business.

Going concern statement

The trustees consider that the charity will continue as a going concern for a period of at least 12 months from the date on which these financial statements are approved for the following reasons:

- The charity holds unrestricted reserves of £373,340, and the group holds unrestricted funds of £947,274;
- It generates its own income and this has made a strong return following the pandemic; and
- The company has a contract for its kerbside recycling service in place providing stability for the limited company to 2024.

The trustees therefore consider it appropriate to adopt the going concern basis for the preparation of the accounts, as detailed in note 1(c) to the financial statements.

Statement of responsibilities of the trustees

The trustees (who are also directors of the charity for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The trustees are required to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and the group and the incoming resources and application of resources, including the net income or expenditure, of the charity and the group for the year. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice 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 charity will continue in operation.

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

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2022

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up.

Auditors

Godfrey Wilson Limited were re-appointed as auditors to the group and parent charity during the year and have expressed their willingness to continue in that capacity.

Approved by the trustees on 6 October 2022 and signed on their behalf by

W Langsford

William Langsford, Treasurer

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

Opinion

We have audited the financial statements of Wastesavers Charitable Trust Limited (the 'parent charity') and its subsidiary (the 'group') for the year ended 31 March 2022 which comprise the consolidated statement of financial activities, consolidated and parent's balance sheets, consolidated statement of cash flows and the related 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 group and parent charity's affairs as at 31 March 2022 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 group and parent charity 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 charity'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 group and parent charity financial statements and our auditor's report thereon. Our opinion on the group and parent charity 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.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

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.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- 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 group and the parent charity and their environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent charity, or returns adequate for our audit have not been received from branches not visited by us;
- the parent charity financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out in the trustees' report, the trustees 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 they 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 charity or to cease operations, or have no realistic alternative but to do so.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

Our 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 the 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 procedures we carried out and the extent to which they are capable of detecting irregularities, including fraud, are detailed below:

(1) We obtained an understanding of the legal and regulatory framework that the charity operates in, and assessed the risk of non-compliance with applicable laws and regulations. Throughout the audit, we remained alert to possible indications of non-compliance.

(2) We reviewed the charity's policies and procedures in relation to:

- Identifying, evaluating and complying with laws and regulations, and whether they were aware of any instances of non-compliance;
- Detecting and responding to the risk of fraud, and whether they were aware of any actual, suspected or alleged fraud; and
- Designing and implementing internal controls to mitigate the risk of non-compliance with laws and regulations, including fraud.

(3) We inspected the minutes of trustee meetings.

(4) We enquired about any non-routine communication with regulators and reviewed any reports made to them.

(5) We reviewed the financial statement disclosures and assessed their compliance with applicable laws and regulations.

(6) We performed analytical procedures to identify any unusual or unexpected transactions or balances that may indicate a risk of material fraud or error.

(7) We assessed the risk of fraud through management override of controls and carried out procedures to address this risk. Our procedures included:

- Testing the appropriateness of journal entries;
- Assessing judgements and accounting estimates for potential bias;
- Reviewing related party transactions; and
- Testing transactions that are unusual or outside the normal course of business.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. Irregularities that arise due to fraud can be even harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity'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 charity's members 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 charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Alison Godfrey

Date: 10 October 2022

Alison Godfrey FCA
(Senior Statutory Auditor)

For and on behalf of:

GODFREY WILSON LIMITED

Chartered accountants and statutory auditors
5th Floor Mariner House
62 Prince Street
Bristol
BS1 4QD

Wastesavers Charitable Trust Limited

Consolidated statement of financial activities *(incorporating an income and expenditure account)*

For the year ended 31 March 2022

	Note	Restricted £	Unrestricted £	2022 Total £	2021 Total £
Income from:					
Donations and legacies	3	32,000	61,779	93,779	256,381
<i>Charitable activities</i>					
Reuse	4	99,503	719,581	819,084	801,236
Recycling	5	7,931	4,259,870	4,267,801	4,417,781
Education	6	-	41,332	41,332	20,352
Investments		-	95	95	226
Total income		<u>139,434</u>	<u>5,082,657</u>	<u>5,222,091</u>	<u>5,495,976</u>
Expenditure on:					
<i>Charitable activities</i>					
Reuse		107,422	616,975	724,397	482,994
Recycling		473,469	4,276,642	4,750,111	4,796,875
Education		-	81,743	81,743	81,091
Total expenditure	8	<u>580,891</u>	<u>4,975,360</u>	<u>5,556,251</u>	<u>5,360,960</u>
Net income / (expenditure)		(441,457)	107,297	(334,160)	135,016
Transfers between funds		-	-	-	-
Net movement in funds	9	(441,457)	107,297	(334,160)	135,016
Reconciliation of funds:					
Total funds brought forward		<u>3,239,180</u>	<u>839,977</u>	<u>4,079,157</u>	<u>3,944,141</u>
Total funds carried forward		<u><u>2,797,723</u></u>	<u><u>947,274</u></u>	<u><u>3,744,997</u></u>	<u><u>4,079,157</u></u>

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in Note 20 to the accounts.

Wastesavers Charitable Trust Limited

Consolidated balance sheets

As at 31 March 2022

	Note	The group 2022 £	The group 2021 £	The charity 2022 £	The charity 2021 £
Fixed assets					
Tangible assets	11	2,780,910	2,920,897	1,044,323	671,824
Investments	12	<u>-</u>	<u>-</u>	<u>100</u>	<u>100</u>
		2,780,910	2,920,897	1,044,423	671,924
Current assets					
Stocks	14	25,580	12,776	25,580	12,776
Debtors	15	741,852	723,233	46,676	35,682
Cash at bank and in hand		<u>1,208,008</u>	<u>1,836,506</u>	<u>534,301</u>	<u>1,078,937</u>
		1,975,440	2,572,515	606,557	1,127,395
Liabilities					
Creditors: amounts falling due within 1 year	16	<u>753,831</u>	<u>963,848</u>	<u>42,308</u>	<u>263,840</u>
Net current assets		<u>1,221,609</u>	<u>1,608,667</u>	<u>564,249</u>	<u>863,555</u>
Total assets less current liabilities		4,002,519	4,529,564	1,608,672	1,535,479
Creditors: amounts falling due after more than 1 year	17	<u>257,522</u>	<u>450,407</u>	<u>-</u>	<u>-</u>
Net assets	19	<u>3,744,997</u>	<u>4,079,157</u>	<u>1,608,672</u>	<u>1,535,479</u>
Funds	20				
Restricted funds		2,797,723	3,239,180	1,235,332	1,211,251
Unrestricted funds		<u>947,274</u>	<u>839,977</u>	<u>373,340</u>	<u>324,228</u>
Total charity funds		<u>3,744,997</u>	<u>4,079,157</u>	<u>1,608,672</u>	<u>1,535,479</u>

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

Approved by the trustees on 6 October 2022 and signed on their behalf by

W Langsford

William Langsford - Treasurer

Wastesavers Charitable Trust Limited

Consolidated statement of cash flows

For the year ended 31 March 2022

	2022	2021
	£	£
Cash used in operating activities:		
Net movement in funds	(334,160)	135,016
Adjustments for:		
Depreciation	646,223	635,348
Profit on the sale of fixed assets	(2,200)	-
Interest received	(95)	(226)
Interest paid	21,798	29,542
Decrease / (increase) in stock	(12,804)	(2,357)
Decrease / (increase) in debtors	(18,619)	448,289
Increase / (decrease) in creditors	(292,012)	148,785
Net cash provided by / (used in) operating activities	<u>8,131</u>	<u>1,394,397</u>
Cash flows from investing activities:		
Interest received	95	226
Proceeds from the sale of property, plant and equipment	2,200	-
Payments for plant, property and equipment	<u>(506,236)</u>	<u>(317,084)</u>
Net cash provided by / (used in) investing activities	<u>(503,941)</u>	<u>(316,858)</u>
Cash flows from financing activities:		
Cash inflows from new borrowing	74,272	-
Payment of finance lease liabilities	<u>(206,960)</u>	<u>(210,389)</u>
Net cash provided in / (used in) financing activities	<u>(132,688)</u>	<u>(210,389)</u>
Increase / (decrease) in cash and cash equivalents in the year	<u>(628,498)</u>	<u>867,150</u>
Cash and cash equivalents at the beginning of the year	<u>1,836,506</u>	<u>969,356</u>
Cash and cash equivalents at the end of the year	<u><u>1,208,008</u></u>	<u><u>1,836,506</u></u>

Analysis of changes in net debt:

	Brought forward	Cash flows	New loans	Non-cash movements	Carried forward
	£	£	£	£	£
Cash	1,836,506	(628,498)	-	-	1,208,008
Obligations under finance leases within 1 year	(185,162)	185,162	-	(192,885)	(192,885)
Obligations under finance leases after 1 year	(450,407)	-	-	192,885	(257,522)
Loans falling due within 1 year	<u>-</u>	<u>-</u>	<u>(74,272)</u>	<u>-</u>	<u>(74,272)</u>
	<u><u>1,200,937</u></u>	<u><u>185,162</u></u>	<u><u>(74,272)</u></u>	<u><u>-</u></u>	<u><u>683,329</u></u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

1. Accounting policies

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities in preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Wastesavers Charitable Trust Limited 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.

b) Group accounts

These financial statements consolidate the results of the charitable company and its wholly-owned (controlled) subsidiary, Wastesavers Limited, on a line by line basis. Transactions and balances between the charitable company and its subsidiary have been eliminated from the consolidated financial statements. Balances between the two companies are disclosed in the notes of the charitable company's balance sheet. A separate statement of financial activities, or income and expenditure account, for the charitable company itself is not presented because the charitable company has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006.

c) Going concern basis of accounting

The accounts have been prepared on the assumption that the charity is able to continue as a going concern. However, the COVID-19 pandemic continues to have a profound impact on the global economy, and has continued to affect the charity. The trustees have considered the impact of this issue on the charitable company's current and future financial position.

Although Reuse and education services have been disrupted, the charity has been able to return to a trading position, albeit at lower levels to that seen in previous years. The PEAK project utilised the government's Job Retention Scheme Funding for the first two quarters of the year ensuring that all staff were paid 100% of salaries as trading and schools returned to normal service.

Income from material sales for the kerbside recycling service began to return to pre pandemic levels as income for cardboard and plastic improved. Tonnages began to return to pre-pandemic levels as all restrictions were removed. Commercial Recycling Services, which were largely suspended, began to come back online as businesses reopened and revenue fees for services rendered increased. Due to a slow return of these businesses, Commercial Recycling staff were seconded to assist with other projects thereby reducing costs and mitigating any loss in income.

As the charity holds unrestricted, general reserves of £373,340 (group: £947,274) and a cash balance of £534,301 (group: £1,208,008), the trustees consider that both the charity, and the group as a whole, have sufficient cash reserves to continue as a going concern for a period of at least 12 months from the date on which these financial statements are approved.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

1. Accounting policies (continued)

d) Income

Income is recognised when the charitable company has entitlement to the funds, any performance conditions attached to the items of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from the government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charitable company has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income generated from the supply of goods or services is included in the statement of financial activities in the period in which the supply is made. Income received in advance of provision of reuse or training services is deferred until criteria for income recognition are met.

e) Donated goods for resale

Donated goods for resale are recognised as income at their fair value upon receipt, which is deemed to be the expected proceeds from sale less the expected costs of sale. Any difference in the resale value is charged or credited to the statement of financial activities during the year.

f) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charitable company; this is normally upon notification of the interest paid or payable by the bank.

g) Funds accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charitable company. Designated funds are unrestricted funds of the charitable company which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charitable company's work or for specific projects being undertaken by the charitable company.

h) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

1. Accounting policies (continued)

i) Allocation of support and governance costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Governance costs are the costs associated with the governance arrangements of the charity, including the costs of complying with constitutional and statutory requirements and any costs associated with the strategic management of the charity's activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities on the following basis:

	2022	2021
Reuse	16.3%	12.4%
Recycling	81.5%	85.3%
Education	2.2%	2.3%

j) Tangible fixed assets

Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

Land and buildings	25 years straight line
Motor vehicles	5 and 7 years straight line
Plant and machinery	7 years straight line
Computer and office equipment	4 years straight line
Leasehold land improvements	5 years straight line

Leasehold land is not depreciated.

Items of equipment are capitalised where the purchase price exceeds £10,000. Depreciation costs are allocated to activities on the basis of the use of the related assets in those activities. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

k) Investment in subsidiary undertakings

The charitable company has one wholly owned subsidiary, Wastesavers Limited, (registered company number 03842840). The subsidiary is used for non-primary purpose trading activities. The subsidiary undertaking is valued at cost less any cumulative impairment losses in the charitable company's accounts.

l) Stock

Purchased stock is included at the lower of cost or net realisable value. Donated items of stock for resale are recognised at fair value which is the expected proceeds from sale less any expected costs of sale. A value for IT stock is brought into the accounts once the item is ready for sale either on-line or in the Reuse shop.

m) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

n) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

1. Accounting policies (continued)

o) Creditors

Creditors and provisions are recognised where the charitable company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

p) Financial instruments

The group and charitable company only have financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value except for bank loans which are subsequently recognised at amortised cost using the effective interest method.

q) Redundancy payments

Where an employee receives a termination benefit the full cost is recognised at the date the employee is notified.

r) Pension costs

The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable under the scheme by the charitable company to the fund. The charitable company has no liability under the scheme other than for the payment of those contributions.

s) Finance leases

Assets purchased under finance leases are capitalised as fixed assets. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charge. Finance charges are written off to the statement of financial activities over the period of the lease so as to produce a constant periodic rate of charge on the remaining balance of the liability.

t) Critical accounting judgements and key sources of estimation or uncertainty

In the application of the group's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key sources of estimation or uncertainty that have a significant effect on the amounts recognised in the financial statements are described below.

Depreciation

As described in note 1j to the financial statements, depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

2. Prior period comparatives: statement of financial activities

	Restricted £	Unrestricted £	2021 Total £
Income from:			
Donations and legacies	-	256,381	256,381
<i>Charitable activities</i>			
Reuse	591,145	210,091	801,236
Recycling	56,824	4,360,957	4,417,781
Education	-	20,352	20,352
Investments	-	226	226
Total income	647,969	4,848,007	5,495,976
Expenditure on:			
<i>Charitable activities</i>			
Reuse	74,696	408,298	482,994
Recycling	410,378	4,386,497	4,796,875
Education	-	81,091	81,091
Total expenditure	485,074	4,875,886	5,360,960
Net income / (expenditure)	162,895	(27,879)	135,016
Transfers between funds	(845)	845	-
Net movement in funds	162,050	(27,034)	135,016

3. Donations and legacies

	Restricted £	Unrestricted £	2022 Total £	2021 Total £
Donations and gift aid	-	6,970	6,970	5,039
COVID grants (including CJRS)	-	20,347	20,347	251,342
Kickstart grant	-	25,949	25,949	-
Other grants	32,000	8,513	40,513	-
	32,000	61,779	93,779	256,381

All donations and legacies received in the prior year were unrestricted.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

4. Reuse

	Restricted £	Unrestricted £	2022 Total £
Grants - revenue	99,503	28,491	127,994
Computer recycling	-	83,653	83,653
Furniture shop	-	131,168	131,168
Tip shops	-	448,694	448,694
Other income	-	27,575	27,575
	<u>99,503</u>	<u>719,581</u>	<u>819,084</u>

Prior period comparative

	Restricted £	Unrestricted £	2021 Total £
Grants - revenue	110,000	21,508	131,508
Grants - capital	481,145	-	481,145
Computer recycling	-	59,051	59,051
Furniture shop	-	48,409	48,409
Tip shops	-	70,522	70,522
Other income	-	10,601	10,601
	<u>591,145</u>	<u>210,091</u>	<u>801,236</u>

5. Recycling

	Restricted £	Unrestricted £	2022 Total £
Material sales	-	1,147,794	1,147,794
Newport City Council:			
Recycling payment	-	2,201,092	2,201,092
Reimbursement for recycling consumables	-	345,343	345,343
COVID funding	-	405,231	405,231
Grants - capital	7,931	-	7,931
Flats recycling	-	11,614	11,614
Commercial recycling income	-	141,409	141,409
Other income	-	7,387	7,387
	<u>7,931</u>	<u>4,259,870</u>	<u>4,267,801</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

5. Recycling (continued) Prior period comparative

	Restricted £	Unrestricted £	2021 Total £
Material sales	-	724,250	724,250
Newport City Council:			
Recycling payment	-	2,531,789	2,531,789
Reimbursement for recycling consumables	-	379,586	379,586
COVID funding	-	508,432	508,432
Grants - capital	56,824	-	56,824
Flats recycling	-	43,352	43,352
Commercial recycling income	-	164,084	164,084
Other income	-	9,464	9,464
	<u>56,824</u>	<u>4,360,957</u>	<u>4,417,781</u>

6. Education

	Restricted £	Unrestricted £	2022 Total £	2021 Total £
Student income	<u>-</u>	<u>41,332</u>	<u>41,332</u>	<u>20,352</u>

All income from education in the prior period was unrestricted.

7. Government grants

The charitable company receives government grants, defined as grant funding from Newport City Council, Torfaen County Borough Council, the Coronavirus Job Retention Scheme and the Welsh Government, to fund charitable activities. The total value of such grants in the period ending 31 March 2022 was £175,730 (2021: £804,503). There are no unfulfilled conditions or contingencies attaching to these grants.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

8. Total expenditure

	Reuse £	Recycling £	Education £	Support and governance £	2022 Total £
Staff costs (note 10)	529,272	2,640,474	70,429	75,719	3,315,894
Other staff costs	18,948	67,764	191	2,003	88,906
Service delivery costs	32,676	1,051,333	2,731	121	1,086,861
Development and consultancy	15,211	2,297	55	506	18,069
Premises costs	43,702	105,176	59	-	148,937
Administrative costs	35,733	7,657	3,762	2,671	49,823
Insurance	11,517	137,967	1,139	-	150,623
Audit and accountancy	4,887	7,641	-	6,970	19,498
Bad debts	83	2,546	-	-	2,629
Interest and charges	6,990	21,798	-	-	28,788
Depreciation	-	578,850	-	67,373	646,223
Sub-total	699,019	4,623,503	78,366	155,363	5,556,251
Allocation of support and governance costs	25,378	126,608	3,377	(155,363)	-
Total expenditure	724,397	4,750,111	81,743	-	5,556,251

Total governance costs were £13,475.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

8. Total expenditure (continued)

Prior period comparative

	Reuse £	Recycling £	Education £	Support and governance £	2021 Total £
Staff costs (note 10)	375,133	2,590,634	70,817	81,654	3,118,238
Other staff costs	7,333	60,595	220	1,089	69,237
Service delivery costs	17,964	1,154,134	2,234	240	1,174,572
Development and consultancy	7,714	11,158	1,835	2,141	22,848
Premises costs	26,520	98,268	154	-	124,942
Administrative costs	14,842	10,264	1,376	612	27,094
Insurance	8,629	126,974	1,171	1,379	138,153
Audit and accountancy	1,191	6,713	-	6,313	14,217
Bad debts	-	498	-	-	498
Interest and charges	6,271	29,542	-	-	35,813
Depreciation	-	587,953	-	47,395	635,348
Sub-total	465,597	4,676,733	77,807	140,823	5,360,960
Allocation of support and governance costs	17,397	120,142	3,284	(140,823)	-
Total expenditure	482,994	4,796,875	81,091	-	5,360,960

Total governance costs were £12,850.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

9. Net movement in funds

This is stated after charging / (crediting):

	2022 £	2021 £
Interest payable	21,798	29,542
Depreciation		
▪ Owned assets	297,510	272,023
▪ Leased assets	348,713	363,325
(Profit) / loss on the sale of fixed assets	(2,200)	Nil
Trustees' remuneration	Nil	Nil
Trustees' reimbursed expenses	Nil	Nil
Auditors' remuneration:		
▪ Statutory audit	13,475	12,850
▪ Other services	Nil	Nil
	<u>21,798</u>	<u>29,542</u>

Trustees were not reimbursed expenses during the year (2021: nil).

10. Staff costs and numbers

Staff costs for the group were as follows:

	2022 £	2021 £
Salaries and wages	2,261,608	1,995,123
Social security costs	172,119	151,007
Pension contributions	139,539	130,897
Agency staff	742,628	841,211
	<u>3,315,894</u>	<u>3,118,238</u>

No employee earned more than £60,000 during the year.

The key management personnel of the group comprise the Chief Executive Officer, Finance Manager, Recycling and Health and Safety Manager, HR Manager, Marketing and Development Officer, Regional Manager who are employed by Wastesavers Limited, and the PEAK Co-ordinator, Charity Manager and Volunteer and Reuse Manager who are employed by Wastesavers Charitable Trust Limited. The total employee benefits of the key management personnel of the group, including employers' national insurance, were £304,073 (2021: £300,963).

	2022 No.	2021 No.
Average head count	<u>120</u>	<u>100</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

11. Tangible fixed assets

The group	Assets under construction £	Land and buildings £	Leasehold land £	Plant and machinery £	Motor vehicles £	Office equipment £	Leasehold improvements £	Total £
Cost								
At 1 April 2021	316,765	1,617,552	121,281	917,211	3,466,580	27,564	614,498	7,081,451
Additions in year	439,874	-	-	-	66,362	-	-	506,236
Disposals in year	-	-	-	-	-	-	(10,557)	(10,557)
Transfers	(756,639)	756,639	-	-	-	-	-	-
At 31 March 2022	-	2,374,191	121,281	917,211	3,532,942	27,564	603,941	7,577,130
Depreciation								
At 1 April 2021	-	1,298,613	-	479,947	2,229,088	23,063	129,843	4,160,554
Charge for the year	-	60,328	-	109,128	449,036	3,875	23,856	646,223
Disposals in year	-	-	-	-	-	-	(10,557)	(10,557)
At 31 March 2022	-	1,358,941	-	589,075	2,678,124	26,938	143,142	4,796,220
Net book value								
At 31 March 2022	-	1,015,250	121,281	328,136	854,818	626	460,799	2,780,910
At 31 March 2021	316,765	318,939	121,281	437,264	1,237,492	4,501	484,655	2,920,897

Included within the net book value is £423,019 (2021: £771,789) relating to assets held under finance leases. The depreciation charged to the statement of financial activities in respect of these assets was £348,713 (2021: £363,325).

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

11. Tangible fixed assets (continued)

The charity	Assets under construction £	Land and buildings £	Plant and machinery £	Motor vehicles £	Leasehold improvements £	Total £
Cost						
At 1 April 2021	316,765	1,617,552	1,898	49,310	10,557	1,996,082
Additions in year	439,874	-	-	-	-	439,874
Transfers	(756,639)	756,639	-	-	-	-
Disposals in year	-	-	-	-	(10,557)	(10,557)
At 31 March 2022	-	2,374,191	1,898	49,310	-	2,425,399
Depreciation						
At 1 April 2021	-	1,298,612	1,898	13,191	10,557	1,324,258
Charge for the year	-	60,329	-	7,046	-	67,375
Disposals in year	-	-	-	-	(10,557)	(10,557)
At 31 March 2022	-	1,358,941	1,898	20,237	-	1,381,076
Net book value At 31 March 2022	-	1,015,250	-	29,073	-	1,044,323
At 31 March 2021	316,765	318,940	-	36,119	-	671,824

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

12. Subsidiary undertakings

Wastesavers Limited

The charitable company owns the whole of the issued share capital (100 ordinary £1 shares) of Wastesavers Limited, a company registered in England and Wales. The subsidiary is used for non-primary purpose trading activities. All activities have been consolidated on a line by line basis in the statement of financial activities. Available profits are donated to the charitable company. A summary of the results of the subsidiary is shown below:

	2022 £	2021 £
Turnover	4,739,573	4,774,531
Cost of sales	<u>(448,143)</u>	<u>(634,759)</u>
Gross profit	4,291,430	4,139,772
Administrative expenses	<u>(4,213,700)</u>	<u>(4,071,107)</u>
Operating profit	77,730	68,665
Other income	2,200	-
Interest receivable	43	101
Interest payable	<u>(21,798)</u>	<u>(29,542)</u>
Profit on ordinary activities	58,175	39,224
Corporation tax	<u>-</u>	<u>-</u>
Profit for financial year	<u>58,175</u>	<u>39,224</u>

The aggregate of the assets, liabilities and funds was:

	2022 £	2021 £
Assets	3,112,939	3,695,890
Liabilities	<u>(2,538,906)</u>	<u>(3,180,032)</u>
Funds	<u>574,033</u>	<u>515,858</u>

13. Parent charity

The parent charity's gross income and the results for the year are disclosed as follows:

	2022 £	2021 £
Gross income	1,005,945	1,133,573
Results for the year	<u>73,193</u>	<u>449,350</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

14. Stock

	The group		The charity	
	2022	2021	2022	2021
	£	£	£	£
Donated goods for resale	25,580	12,776	25,580	12,776

15. Debtors

	The group		The charity	
	2022	2021	2022	2021
	£	£	£	£
Trade debtors	388,859	336,641	36,820	15,276
Prepayments	125,939	46,574	1,158	116
Accrued income	227,054	340,018	1,228	18,602
Amounts owed from subsidiary	-	-	653	1,688
VAT	-	-	6,817	-
	741,852	723,233	46,676	35,682

16. Creditors: amounts due within 1 year

	The group		The charity	
	2022	2021	2022	2021
	£	£	£	£
Trade creditors	116,313	174,344	3,335	4,665
Other taxation and social security	178,039	289,387	6,481	99,187
Accruals	84,762	219,011	29,017	157,279
Loans	74,272	-	-	-
Other creditors	41,645	38,885	3,475	2,709
Deferred income (see note 22)	65,915	57,059	-	-
Obligations under finance leases	192,885	185,162	-	-
	753,831	963,848	42,308	263,840

The unsecured loan, the aggregate total of which amounts to £123,832, is repayable in ten monthly installments of £13,002 commencing 20 December 2021. Total interest repayable over the lifetime of the loan is £6,237 (5%).

17. Creditors: amounts due after 1 year

	The group		The charity	
	2022	2021	2022	2021
	£	£	£	£
Obligations under finance leases	257,522	450,407	-	-

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

18. Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes. The charitable company's trading subsidiary, Wastesavers Limited, donates available profits to the charitable company. Any taxable profits retained in the subsidiary company are chargeable to corporation tax.

19. Analysis of net assets between funds

	Restricted funds £	Unrestricted funds £	Total funds £
Tangible fixed assets	2,300,543	480,367	2,780,910
Current assets	497,180	1,478,260	1,975,440
Creditors: amounts falling due within 1 year	-	(753,831)	(753,831)
Creditors: amounts falling due after more than 1 year	-	(257,522)	(257,522)
Net assets at 31 March 2022	<u>2,797,723</u>	<u>947,274</u>	<u>3,744,997</u>
	Restricted funds £	Unrestricted funds £	Total funds £
Tangible fixed assets	2,325,729	595,168	2,920,897
Current assets	913,451	1,659,064	2,572,515
Creditors: amounts falling due within 1 year	-	(963,848)	(963,848)
Creditors: amounts falling due after more than 1 year	-	(450,407)	(450,407)
Net assets at 31 March 2021	<u>3,239,180</u>	<u>839,977</u>	<u>4,079,157</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

20. Movements in funds

	At 1 April 2021 £	Income £	Expenditure £	Transfers between funds £	At 31 March 2022 £
Restricted funds					
WEFO (EDRF Obj 2)	149,557	-	(21,513)	-	128,044
Welsh Assembly	169,384	-	(18,638)	-	150,746
Cardiff City Council	47,700	-	(2,942)	-	44,758
Newport City Council	734,610	-	(33,491)	-	701,119
Rhondda Cynon Taf Council	110,000	-	-	-	110,000
Torfaen County Council - New Inn Salaries	-	99,503	(30,838)	-	68,665
Torfaen County Council - Reuse Coordinator	-	22,000	-	-	22,000
Education Suite	-	10,000	-	-	10,000
Leasehold land (NCC)	121,281	-	-	-	121,281
NCC flats recycling	299,680	-	(82,900)	-	216,780
Wastesavers Ltd capital fund	1,606,968	7,931	(390,569)	-	1,224,330
Total restricted funds	3,239,180	139,434	(580,891)	-	2,797,723
Unrestricted funds					
General funds	839,977	5,082,657	(4,975,360)	-	947,274
Total unrestricted funds	839,977	5,082,657	(4,975,360)	-	947,274
Total funds	4,079,157	5,222,091	(5,556,251)	-	3,744,997

Purposes of restricted funds

WEFO and Welsh Assembly funds

The WEFO and Welsh Assembly funds are capital restricted funds representing the Wastesavers Resource Centre. The funds will be reduced each year by the annual depreciation charge of the related fixed assets, along with any impairment losses incurred.

Cardiff City Council

Funding to support the establishment of 2 sites in Cardiff, Lamby Way (opened 2021) and Bessemer Road (CCC made the decision not to continue with this site).

Newport City Council

An award of funding in relation to improving reuse infrastructure in Newport.

Part of the grant from Newport City Council, £25,000, was allocated for the purchase of a new Reuse vehicle of which £845 remains.

Another part of the grant received from Newport City Council, £25,000, was allocated towards the refurbishment of the classroom at Head Office. The pandemic held up works until 2022, works have now commenced and should be completed this financial year.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

20. Movements in funds (continued)

Rhondda Cynon Taf Council

Rhondda Cynon Taff received funding of £110,000 from Welsh Government towards setting up a new Reuse site at Aberdare. This has been delayed although indications are that the site will open towards the end of this financial year.

Torfaen County Council - New Inn Salaries

TCBC also received funding which was passed to us to subsidise salaries at New Inn to March 2023. The balance at financial year 2021/22 was £68,665.

Torfaen County Council - Reuse Coordinator

Funding from Torfaen County Council towards the setting up and running of a Repair Café in Pontypool, Torfaen.

Education Suite

Donations to fund the refurbishment of the education suite at Head Office.

Leasehold land

A grant was received from the Welsh Government to enable Wastesavers Ltd to purchase a plot of leasehold land adjoining the current property.

NCC flats recycling

Funding to provide flats' recycling facilities across Newport, working in partnership with Newport City Council and Newport City Homes. This is an ongoing project.

Wastesavers Ltd capital fund

The Wastesavers Ltd capital fund represents assets purchased and to be purchased with capital grants in the subsidiary company. The fund will be reduced each year by the annual depreciation charge of the related fixed assets. In the financial statement of Wastesavers Limited, these capital grants have been treated as deferred capital income. Adjustments were made on consolidation to bring the accounting treatment for capital grants into line with Wastesavers Charitable Trust Limited's accounting policies.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

20. Movements in funds (continued)

Prior year comparative:	At 1 April 2020 £	Income £	Expenditure £	Transfers between £	At 31 March 2021 £
Restricted funds					
WEFO (EDRF Obj 2)	171,070	-	(21,513)	-	149,557
Welsh Assembly	188,022	-	(18,638)	-	169,384
Cardiff City Council	47,700	-	-	-	47,700
Newport City Council	288,855	481,145	(34,545)	(845)	734,610
Rhondda Cynon Taf Council	-	110,000	-	-	110,000
Leasehold land (NCC)	121,281	-	-	-	121,281
NCC flats recycling	324,853	-	(25,173)	-	299,680
Wastesavers Ltd capital fund	<u>1,935,349</u>	<u>56,824</u>	<u>(385,205)</u>	<u>-</u>	<u>1,606,968</u>
Total restricted funds	<u>3,077,130</u>	<u>647,969</u>	<u>(485,074)</u>	<u>(845)</u>	<u>3,239,180</u>
Unrestricted funds					
General funds	<u>867,011</u>	<u>4,848,007</u>	<u>(4,875,886)</u>	<u>845</u>	<u>839,977</u>
Total unrestricted funds	<u>867,011</u>	<u>4,848,007</u>	<u>(4,875,886)</u>	<u>845</u>	<u>839,977</u>
Total funds	<u><u>3,944,141</u></u>	<u><u>5,495,976</u></u>	<u><u>(5,360,960)</u></u>	<u><u>-</u></u>	<u><u>4,079,157</u></u>

21. Finance lease commitments

The group had finance leases at the year end with total future minimum lease payments as follows:

	2022 £	2021 £
Amount falling due:		
Within 1 year	206,960	206,959
Within 1 - 5 years	<u>264,932</u>	<u>471,892</u>
	<u>471,892</u>	<u>678,851</u>

All finance leases are held by Wastesavers Limited. The charity has no finance leases in its own name, but does act as guarantor for the leases held by Wastesavers Limited.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

22. Deferred income

	The group		The charity	
	2022	2021	2022	2021
	£	£	£	£
At 1 April 2021	57,059	82,649	-	-
Amounts deferred during the year	65,915	57,059	-	-
Amounts released during the year	(57,059)	(82,649)	-	-
At 31 March 2022	<u>65,915</u>	<u>57,059</u>	<u>-</u>	<u>-</u>

The Commercial Recycling Service invoices in advance of service delivery. As the group is not entitled to the income until the services are delivered, the income is deferred within the group accounts.

23. Related party transactions

Wastesavers Limited

Wastesavers Limited is a wholly owned subsidiary of Wastesavers Charitable Trust Limited. During the year Wastesavers Limited paid the following amounts to Wastesavers Charitable Trust Limited:

	2022	2021
	£	£
Rent	48,168	47,220
Management fee	<u>11,970</u>	<u>11,454</u>
	<u>60,138</u>	<u>58,674</u>

Newport City Council

David Mayer, a trustee of Wastesavers Charitable Trust Limited, is also a Councillor of Newport City Council. During the year Wastesavers Limited purchased materials totalling £448,143 (2021: £634,759) and received a total of £2,930,381 (2021: £3,423,002), from Newport City Council. This included the following amounts:

	2022	2021
	£	£
Recycling payment	2,200,722	2,531,789
Recycling consumables	345,343	382,781
Emergency funding	<u>384,316</u>	<u>508,432</u>
	<u>2,930,381</u>	<u>3,423,002</u>

A-Print and Design Limited

Roger Ayres, a trustee of Wastesavers Charitable Trust Limited, is also director of a printing company called A-Print and Design Limited. During the year Wastesavers Charitable Trust Limited (group) purchased printing supplies totalling £540 (2021: £685) from A-Print and Design Limited. The outstanding balance at 31 March 2022 was £Nil (2021: Nil).

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2022

24. Capital commitments

At 31 March 2022, capital expenditure commitments were as follows:

	2022	2021
	£	£
<i>Contracted but not provided for in the accounts:</i>		
Reuse Centre building works	-	439,640
	<u>-</u>	<u>439,640</u>
	<u>-</u>	<u>439,640</u>

WASTESAVERS CHARITABLE TRUST LIMITED

England & Wales - Charity number 1116150

Accounts

Company no. 05326617
Charity no. 1116150

Wastesavers Charitable Trust Limited
Report and Audited Financial Statements
31 March 2021

Wastesavers Charitable Trust Limited

Reference and administrative details

For the year ended 31 March 2021

Company number	05326617	
Charity number	1116150	
Registered office and operational address	Wastesavers Resource Centre Esperanto Way Lliswerry Newport NP19 0RD	
Trustees	Trustees, who are also directors under company law, who served during the year and up to the date of this report were as follows: David Mayer Chair Roger Ayres Vice Chair William Langsford Treasurer Len Casley Mark Esposito Caroline Wynn	
Key management personnel	Penelope Goodwin Ian Syme Janet Jones Alun Harries Phil Hurst Leane Rowe Ian Pearce Kris Dowding Thomas Belcher	Chief Executive Officer Head of Operations Finance Manager and Company Secretary Charity Manager Marketing and Development Officer HR Manager PEAK Co-ordinator Recycling Manager Regional Manager
Bankers	Lloyds TSB Bank 42 Commercial Street Newport NP20 1WS	
Auditors	Godfrey Wilson Limited Chartered accountants and statutory auditors 5th Floor Mariner House 62 Prince Street Bristol BS1 4QD	

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2021

The trustees present their report and the audited financial statements for the year ended 31 March 2021. Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the Memorandum and Articles of Association and the Statement of Recommended Practice - Accounting and Reporting by Charities (effective from January 2019).

Structure, governance and management

The organisation is a charitable company limited by guarantee, incorporated on 7 January 2005 and registered as a charity on 20 September 2006.

The organisation was established under a memorandum of association that established the objects and powers of the organisation and is governed under its articles of association.

The organisation looks to recruit new trustees with specific expertise who are able to support the objectives of the organisation. It does this by direct approach and general advertisement. Wastesavers inducts its trustees by encouraging them to spend time with each project the organisation is involved in to ensure they are fully aware of the activities it undertakes.

Training is available for trustees through WCVA, GAVO and ACEVO who provide a variety of courses for trustees throughout the year which are topical and informative. All trustees are encouraged to engage with at least one training session per year.

The Trustees and Executive Officers of the Company are listed on Page 1.

The Company comprises of six Trustees who are responsible for managing the affairs of the Company. Trustees are drawn from professional, Local Government, and local experience. The Trustees meet 11 times a year and consider risk management, development policy and strategy, monitoring the annual budget and the business plan and approving the annual financial statements. Trustees delegate the day-to-day management and implementation of the Company strategy and policy framework to the Officers of the Company.

No Trustees are remunerated over and above travel expenses. Wastesavers Charitable Trust owns the whole of Wastesavers Limited's share capital; 100 ordinary £1 shares.

The CEO is appointed by the Board of Trustees and is answerable to the Board on a monthly basis. Day to day organisational decision making is carried out by the CEO who also formulates strategic objectives in consultation with, and approved by, the Board of Trustees.

Wastesavers Charitable Trust looks to minimise risk to the organisation at all times. However, it is recognised that sometimes certain levels of risk are necessary for the organisation to progress. At all times risks are calculated before action is made, taking into account the organisation's vulnerability, consequences of inaction and potential benefits. All decisions on risk assessments are made at Board level. This is recorded in the Company's risk register and reviewed at 6 monthly intervals or sooner if situation demands.

The Trustees are ultimately responsible for the Company's system of internal financial control, which is designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets, the maintenance of proper accounting records, the reliability of financial information and the management of risk.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2021

The following mechanisms are used for effective internal financial control:

- Clearly defined management and reporting structures;
- A robust programme of internal audits and external audit;
- Careful recruitment and effective training programmes for staff and trustees;
- Regular supervision and performance appraisals for staff;
- Financial regulations;
- Periodic reviews of accounting procedures by external accountants;
- Management information and accounting systems with quarterly reporting of financial results and other Performance Indicators compared with forecasts;
- An ongoing process of identifying, evaluating, and managing the significant financial risks faced by the company;
- A strategy covering the prevention, detection, and reporting of fraud; and
- A review of the effectiveness of the internal control measures using internal audit and other measures.

Wastesavers Charitable Trust is a member of CIWM, Reuse Network, ACEVO, GAVO and WCVA all of whom provide advice and guidance on the effective management of the charity and its operational undertakings.

Remuneration of key management personnel is brought to the attention of, and approved by, the Remuneration Committee which is made up of key members of the Board including the treasurer and chairman. When setting pay structures the local government NJC scales are considered along with industry benchmarking to ensure remuneration is appropriate and fair.

Objectives and activities

1. The relief of poverty by the provision of renovated furniture and other household accessories for residents in necessitous circumstances in the South East Wales area.
2. The advancement of education in respect of the environmental aspects of, and need for, recycling.
3. The advancement of education in respect of vocational skills, numeracy and literacy skills and practical skills of benefit to the community (to the extent that such objects are exclusively charitable).

Wastesavers Charitable Trust operates projects in three broad areas that work to further the objectives of the Charity:

1. **Reuse - The Reuse Centre Newport, and Reuse Shops at HWRCs in Newport, Llantrisant, Treherbert, Maesteg and Pentrebach.** These projects take items of furniture, IT and electrical items donated by the general public and from businesses and makes them available to the general public with discounts given to those on low income. It uses these items as a tool for social change and delivers social programmes to reduce social isolation, increase digital awareness and improve employability and runs a volunteering programme with positions available throughout the project. These projects employ 24 staff who work with 5-10 volunteers per day to deliver the projects' objectives. We served notice to Kier, in March 2021, that we would no longer operate the shop at Maesteg owing to its poor performance and under investment.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2021

Wastesavers uses volunteers to support its paid staff to meet its objectives. This year 33 volunteers have contributed 1,323 hours, working to reuse and recycle furniture, IT and electrical equipment, preparing furniture for reuse and helped us divert household goods from landfill at the five recycling centres where we are based. Although we have an additional location the volunteering hours are much reduced as the shops located on the recycling centres have been closed for a significant part of the year because of Covid-19 restrictions.

They have however, still helped us divert almost 104 tonnes of reusable material from landfill into other people's homes, but 567 tonnes less than the previous year due to the two Covid-19 lockdowns and the Autumn 'firebreak'. This still has direct economic, social and environmental benefits and brings significant benefit to the local communities where we work, especially during the second lockdown where we were able to make donations to household and families in need, whilst on a skeleton staff.

2. **Education Project.** Using a purpose-built education room at Wastesavers Resource Centre, Wastesavers works to educate primary school children about the importance of 'reduce, reuse and recycle'. The lessons are planned to ensure all children are not only enthused by the project but are aware of its environmental benefits. The education project typically hosts between 6 and 12 visits per term from schools across South Wales but primarily from Newport.

Owing to COVID-19 restrictions the majority of regular attending schools did not make enquiries for the education room. This, together with the teaching staff being furloughed for some of the year and the education room being refurbished, meant the education room was not used this year.

3. **PEAK.** Alternative education provision. Wastesavers works with schools, pupil referral units, the youth offending team, social services, and local authorities in South East Wales to take young people who are finding it difficult in mainstream education. The young people then work towards gaining basic/essential skills including plumbing, carpentry, bike repair, cookery, photography and Art and Design. This project employs 3 staff members and typically works with up to 12 young people per day delivering its objectives. Unfortunately owing to the Covid-19 restrictions PEAK has been closed for most of the year and its staff placed on furlough.

The charity also runs a trading arm, Wastesavers Limited, which delivers recycling services generating an income for the charity and furthering its aims and objectives. They occupy a building owned by the charity and pay it rent to cover the use of this space. From this location they deliver waste and recycling collection services to divert as much material from landfill as possible. Last year this equated to 22,123 tonnes of recyclables collected at the kerbside and an additional 1,120 tonnes of material brought in from commercial businesses and reprocessing commercially on site. Wastesavers Limited employs 75 members of staff and represent the largest proportion of income and expenditure for the group.

The charity measures its success by the quarterly collection and analysis of Key Performance Indicators at its Management Review Meetings and Board Meetings. These key indicators include tonnages diverted from landfill, number of students trained, the number of schools who visit the education room and the number of volunteer hours contributed. On an annual basis the charity also reviews the additional value that reusing furniture and IT gives to society and the numbers of low-income families helped with the provision of low-cost furniture.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2021

The charity is aware of and has reviewed the Charity Commission guidance on public benefit, in particular the legal requirements of charities working to relieve poverty and has taken it into account when reporting on the work the charity has done in the last 12 months to deliver its public benefit. This is covered throughout this report.

Achievements and performance

The organisation has been maintained as an incorporated charity with shareholdings in Wastesavers Limited.

Last year we had the following objectives:

- Increase recycling tonnage collected at the kerbside;
- Expand our Tip Shops into other geographic areas;
- Move our Reuse Centre into a larger building in a central location;
- Increase the volume of material processed commercially;
- Develop a different market for PEAK to complement our work with children;
- Develop our volunteering programme;
- Gain funding for further digital inclusion programmes; and
- Redevelop our education room and bring this up to date.

Because of the difficulties experienced during Covid-19 restrictions the Company has not been able to deliver against all these objectives and they remain a focus for the coming year.

Overview

This year has seen unprecedented circumstances as the organisation has had to contend with the impact the Covid-19 pandemic restrictions have had on its ability to operate and deliver services, whilst ensuring the safety of its staff as far as is possible.

Under extremely challenging circumstances and operating restrictions Wastesavers Limited delivered on its commitments under the Newport collection contract. Across the year an additional 2,719 tonnes of material has been collected as resident changing behaviours, during the pandemic restrictions, of on-line purchasing and the need to stay at home saw increases in several recycling material streams.

The Charity successfully opened a new reuse shop in Merthyr, only for it to shut after just 6 weeks of operations because of the pandemic. Work continued with the redevelopment of the old Co-op building in Chepstow Road, Maindee, although the programme was severely delayed because of Covid-19 and unforeseen construction issues. The Charity actually moved to the new premises in July 2021.

In spite of Covid-19, which has severely impacted the Charity and Wastesavers Limited, our challenges, developments and successes are covered below.

Of note is that the whole group maintained its ISO 9001, 14001 and 18001 standards.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2021

Reuse

As the portfolio of reuse shops at HWRCs has continued to grow the Charity recruited a Regional Manager.

The Charity successfully opened a new reuse shop at Pentrebach, Merthyr in November 2020 employing one full time and two part time members of staff only to be closed shortly afterwards to comply with Covid-19 restrictions.

Staff at all reuse shops were placed on furlough for a significant part of the year and as a result income and tonnes diverted from landfill were greatly impacted.

We have been successful in our bid to run a reuse shop for Blaenau Gwent County Borough Council at its recycling centre at Roseheyworth, and Cardiff City Council still plan to open a reuse shop at one of their HWRCs and we anticipate both these sites will be opened next financial year subject to ongoing Covid-19 restrictions.

Plans for our move to the old Co-op building in Maindee were severely delayed but with the re-opening of retail outlets permitted from April 2021 we finally moved to this new site in July 2021.

In this challenging year our reuse projects have still managed to divert 104 tonnes from landfill and since re-opening in April 2021 have continued to re-establish themselves in the communities they operate and look to return to their normal levels of business during the summer months of 2021.

PEAK

This has been another difficult year with PEAK being closed between April 2020 and August 2020. Flexi furlough was in place between September and October 2020 and January to March 2021, due to Covid-19 restrictions.

Covid-19 also affected numbers, with schools keeping pupils in 'bubbles' and not releasing them for alternative curriculum for most of the school year.

This year, because of COVID-19 restrictions we only offered carpentry and bicycle maintenance. We worked with 3 Torfaen pupils from 2 different schools and 11 Newport pupils from 3 different schools. A total of 392 contact days was made with the 14 pupils.

Education

Our education room forms a vital part of our work to help educate young people about recycling and how it can benefit communities and the environment. Our work to increase the size of the room ahead of the much awaited and long overdue redevelopment has again been delayed. Work to complete the upgrade will be completed in 2021-22.

Within the Charity's trading arm, Wastesavers Limited, there are three projects. These are Kerbside Recycling, Commercial Recycling and Commercial Reprocessing. The challenges and successes of these projects are covered below.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2021

Kerbside recycling

During the year we diverted 22,123 tonnes of recyclable materials through our kerbside recycling contract with Newport City Council (NCC), which represents a 14% increase on 2019-20. This further increase over last year, when NCC reduced their refuse bin capacity from 180L to 120L, is a result of changing behaviours of residents as periods of lockdown continued and resulted in changing purchasing behaviours. With everyone at home, the HWRCs closed, the pubs and shops closed and the switch to online shopping, our food waste, cardboard and glass tonnages increased dramatically. The largest increase being food waste which saw a 14% increase followed by cardboard with a 31% increase over last year. Increased pressure on paper quality and the inability to secondary sort at the depot has meant that a large volume of paper is being collected and processed in with the card, at a reduced income value.

During 2020/21 Covid-19 protection measures were introduced and are detailed in the Covid-19 section below.

As a result of the increased tonnages, all recycling round crews were increased to driver plus 2 loaders and the waste transfer station staff increased their hours from 8 hours per day to 10 hours per day to ensure that all materials could be processed.

The further tonnage increase has resulted in a greater demand for staff but unfortunately, we have been unable to recruit the staff we need and as such our reliance on agency staff has again increased. Work continues to reduce our current reliance on agency workers and the additional cost that it adds. However, as this report is written we have a further pressure on staff as Wastesavers and the whole country is having to deal with significant HGV driver shortages as a result of Covid-19 and Brexit. This is detailed in the section below - Driver Shortages

Commercial recycling and responsibility

This year Wastesavers Commercial Recycling Services were greatly impacted by the Covid-19 restrictions and lockdown measure implemented by Welsh Government. Many business including pubs and hospitality venues were closed for significant periods of time. This meant services were not required. During the year 694 tonnes of recycling were collected although this is down by 464 tonnes on last year.

26 tonnes were reprocessed for neighbouring local authorities an 86% decrease on 2019-20.

Covid-19

A series of lockdown measures continued throughout 2020/2021 to combat the spread of Covid-19. The effects this had on the company were far reaching but also vary different across the Charity and the Limited Company.

On 23rd March all Charity staff, apart from the Charity Manager, were furloughed and all six charity sites closed. The commercial recycling department started to see demands for their services drop as businesses closed, and as a result collection of donations reduced to just 2 days per week.

The kerbside department saw the tonnages being presented at the kerbside increase. Additional vehicles were ordered for rental and additional staff employed to cope with the rising volumes being seen. In addition to this office staff were sent home to work, reception was closed, and strict social distancing guidelines were imposed across our operational site.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2021

The increase in staff to cope with the additional tonnage caught the attention of the HSE who were concerned that we were adding staff into the cab when we should be reducing them in order to adhere to social distancing guideline. The kerbside department had to introduce a range of methods to include staff following the collection vehicles in rented and private vehicles and the introduction of a bubble system.

These measures were tested to the maximum when an outbreak of Covid-19 hit the organisation resulting in mass testing, by the NHS, conducted on site. The testing revealed that 4 of the 74 tests conducted were positive resulting in a further 11 operatives having to isolate. Unfortunately, 2 of the positive tests were the yard manager and operations supervisor with the operations manager also being deemed a close contact to an operative. As a result, this left the Head of Operations to manage the service whilst the remaining management team isolated for 11 days. It was later revealed that Covid-19 had been brought onto site by three different sources and it was the management of social distancing and the bubble system that prevented a mass break out. The disruption to the collection service was contained to a 24-hour period.

All key operational staff across sites hold a virtual meeting daily to be kept abreast of developments.

Driver shortage

Brexit and the criteria required for non-UK residents to work in this country has resulted in over 50,000 driver vacancies in the UK. These vacancies coupled with the Covid-19 pandemic and isolation requirements has created a crisis within the haulage/driver sector. To combat this and to retain/attract drivers, organisations are increasing wages, paying retention bonuses and paying HGV training costs. So far throughout 2021 Wastesavers is working closely with NCC to pool driver resources to plug any gaps that may appear due to its own driver shortage and to maintain service delivery wherever possible.

Financial review

At the end of the reporting period 2020-21 the Charity, incorporating its limited trading arm is currently making a surplus of £135,016 however within this there is £251,342 Covid-19 hardship grants including furlough payments.

Income from the Kerbside Recycling service delivered for Newport residents and from selling recycled material from its kerbside and commercial recycling departments make up the largest proportion of overall income for the group. However, the kerbside project is run at cost price and therefore no profit is generated from this contract. The limited company does engage in profit making activities through its commercial recycling department and from commercial reprocessing. These projects, along with rent paid by the kerbside project for the charity owned building generated profits of £59K for the charity.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2021

Wastesavers Limited; kerbside recycling, commercial recycling, and training

Income from sale of materials collected from kerbside and commercial recycling collections was £724K in 2020-21 down £270K from 2019-20 mainly because of falling prices in the reprocessing markets.

Both income and expenditure for the recycling departments were above last year's figures mostly as a result of increased income from Newport Council as well as the additional receipt of Covid-19 payments received to implement WG protection measures. Total income was £4,775K compared to last year of £3,997K.

Wastesavers Charitable Trust Limited; reuse

During the year we opened an additional reuse shop at Pentrebach for Merthyr Tydfil Council, only to be shut shortly afterwards. These stores based on either HWRC's or Council depots are known as Tip Shops, these five stores contributed only £71K this year compared to £382K in 2019-20, with the reuse centre contributing income of £107K compared to £182K last year.

PEAK

PEAK has seen a sharp decrease in its income this year from £84,571 in 2019-20 to £20,352 owing to closure during Covid restrictions.

Overall

Overall, the group made a surplus of £135k which included £481K capital grant funding for the development of the new Reuse Shop at Chepstow Road, Maindee, Newport.

The charity has received Covid-19 relief funding, including job retention funding from the government during the Covid-19 pandemic which is subsidising wages within the charity. In 2019-20 this was £25K which further increased to £251K in 2020-21 as disruption and restrictions continued throughout the year. Our focus for 2021-22 will be returning to a level of operation for the charity and bringing staff back from furlough. It will be on stabilising our kerbside project after Covid-19, completing works and moving to the new reuse shop at Chepstow Road, whilst further expanding our reuse activities at HWRCs.

Fixed assets

In total the group's fixed assets stand at £2.9m with £772K of this also held as liabilities relating to finance leases.

Our cash in the bank was at £1,837K at the end of the year mostly owing to profits for the year together with a decrease in debtors and a year-end increase in creditors.

In 2020-21 Covid-19 impacted every element of the organisation but it has weathered the crisis and all services have restarted throughout the early months of 2021-22.

Reserves policy

It is our policy to put aside the equivalent of three months wages for the group. This is currently set at £470,000 and is to cover costs associated with a cease of contract or problems with a restriction in cashflow. At year end there was a balance of £695,216 held in unrestricted net current assets.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2021

Fundraising

Wastesavers does not carry out any fundraising activities and does not have any contracts with professional fundraisers.

Wastesavers is not a member of any voluntary fundraising schemes.

There are no fundraising activities to be monitored.

Wastesavers has had no complaints about fundraising as no fundraising activities were undertaken. There is however, a formal complaints procedure as part of its accredited and audited management system, which is regularly reviewed by the senior management team.

Wastesavers does not carry out any fundraising activities that would contravene GDPR regulations or would cause unreasonable intrusion into a person's privacy, particularly those that are vulnerable. It does not use unreasonably persistent approaches or undue pressure to give as it does not carry out any fundraising activities.

Plans for future periods

2021-22 and the years that follow are likely to be difficult for the company as we deal with the continued impacts of Covid-19 and how it will continue to impact all services through the winter of 2021-22. We have yet to see whether the changes in type and volumes of waste being presented at the kerbside are permanent. However, our plans and ambitions are to work through these changes, to continue to deliver on our aims and objectives and seek to improve working conditions for staff. Specifically;

- Deal with the tonnage increases being seen since Covid-19 restrictions;
- Re-open charity projects in a safe environment in line with Covid-19 guidance;
- Review and route optimise all recycling rounds to ensure efficiency and achievability;
- Reduce complaints through improved service quality;
- Open Cardiff, Torfaen and Blaenau Gwent reuse shops;
- Redevelop and relocate to the old Co-op Building in Maindee, Newport;
- Redevelop our Education Room; and
- Continue to develop and grow our commercial collections business.

Going concern statement

The trustees consider that the charity will continue as a going concern for a period of at least 12 months from the date on which these financial statements are approved for the following reasons:

- The charity holds reserves of £695,216;
- It generates its own income and although this was greatly reduced due to Covid-19 there has been a strong return approaching levels prior to the pandemic; and
- The company has a contract for its kerbside recycling service in place providing stability for the limited company to 2024.

The trustees therefore consider it appropriate to adopt the going concern basis for the preparation of the accounts, as detailed in note 1(c) to the financial statements.

Wastesavers Charitable Trust Limited

Report of the trustees

For the year ended 31 March 2021

Statement of responsibilities of the trustees

The trustees (who are also directors of the charity for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The trustees are required to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and the group and the incoming resources and application of resources, including the net income or expenditure, of the charity and the group for the year. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice 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 charity will continue in operation.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up.

Auditors

Godfrey Wilson Limited were re-appointed as auditors to the group and parent charity during the year and have expressed their willingness to continue in that capacity.

Approved by the trustees on 18 November 2021 and signed on their behalf by

W Langsford

William Langsford, Treasurer

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

Opinion

We have audited the financial statements of Wastesavers Charitable Trust Limited (the 'parent charity') and its subsidiary (the 'group') for the year ended 31 March 2021 which comprise the consolidated statement of financial activities, consolidated and parent's balance sheets, consolidated statement of cash flows and the related 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 group and parent charity's affairs as at 31 March 2021 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 group and parent charity 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 charity'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 group and parent charity financial statements and our auditor's report thereon. Our opinion on the group and parent charity 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.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

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.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- 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 group and the parent charity and their environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent charity, or returns adequate for our audit have not been received from branches not visited by us;
- the parent charity financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out in the trustees' report, the trustees 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 they 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 charity or to cease operations, or have no realistic alternative but to do so.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

Our 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 the 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 procedures we carried out and the extent to which they are capable of detecting irregularities, including fraud, are detailed below:

- (1) We obtained an understanding of the legal and regulatory framework that the charity operates in, and assessed the risk of non-compliance with applicable laws and regulations. Throughout the audit, we remained alert to possible indications of non-compliance.
- (2) We reviewed the charity's policies and procedures in relation to:
 - Identifying, evaluating and complying with laws and regulations, and whether they were aware of any instances of non-compliance;
 - Detecting and responding to the risk of fraud, and whether they were aware of any actual, suspected or alleged fraud; and
 - Designing and implementing internal controls to mitigate the risk of non-compliance with laws and regulations, including fraud.
- (3) We inspected the minutes of trustee meetings.
- (4) We enquired about any non-routine communication with regulators and reviewed any reports made to them.
- (5) We reviewed the financial statement disclosures and assessed their compliance with applicable laws and regulations.
- (6) We performed analytical procedures to identify any unusual or unexpected transactions or balances that may indicate a risk of material fraud or error.
- (7) We assessed the risk of fraud through management override of controls and carried out procedures to address this risk. Our procedures included:
 - Testing the appropriateness of journal entries;
 - Assessing judgements and accounting estimates for potential bias;
 - Reviewing related party transactions; and
 - Testing transactions that are unusual or outside the normal course of business.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. Irregularities that arise due to fraud can be even harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

Independent auditors' report

To the members of

Wastesavers Charitable Trust Limited

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity'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 charity's members 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 charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Alison Godfrey

Date: 24 November 2021

Alison Godfrey FCA
(Senior Statutory Auditor)

For and on behalf of:

GODFREY WILSON LIMITED

Chartered accountants and statutory auditors
5th Floor Mariner House
62 Prince Street
Bristol
BS1 4QD

Wastesavers Charitable Trust Limited

Consolidated statement of financial activities *(incorporating an income and expenditure account)*

For the year ended 31 March 2021

	Note	Restricted £	Unrestricted £	2021 Total £	2020 Total £
Income from:					
Donations and legacies	3	-	256,381	256,381	26,595
<i>Charitable activities</i>					
Reuse	4	591,145	210,091	801,236	534,692
Recycling	5	56,824	4,360,957	4,417,781	3,946,129
Education	6	-	20,352	20,352	85,271
Investments		-	226	226	1,233
Other income		-	-	-	7,906
Total income		<u>647,969</u>	<u>4,848,007</u>	<u>5,495,976</u>	<u>4,601,826</u>
Expenditure on:					
<i>Charitable activities</i>					
Reuse		74,696	408,298	482,994	512,189
Recycling		410,378	4,386,497	4,796,875	4,015,949
Education		-	81,091	81,091	85,042
Total expenditure	8	<u>485,074</u>	<u>4,875,886</u>	<u>5,360,960</u>	<u>4,613,180</u>
Net income / (expenditure)		162,895	(27,879)	135,016	(11,354)
Transfers between funds		<u>(845)</u>	<u>845</u>	-	-
Net movement in funds	9	162,050	(27,034)	135,016	(11,354)
Reconciliation of funds:					
Total funds brought forward		<u>3,077,130</u>	<u>867,011</u>	<u>3,944,141</u>	<u>3,955,495</u>
Total funds carried forward		<u><u>3,239,180</u></u>	<u><u>839,977</u></u>	<u><u>4,079,157</u></u>	<u><u>3,944,141</u></u>

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in Note 20 to the accounts.

Wastesavers Charitable Trust Limited

Consolidated balance sheets

As at 31 March 2021

	Note	The group 2021 £	The group 2020 £	The charity 2021 £	The charity 2020 £
Fixed assets					
Tangible assets	11	2,920,897	3,239,161	671,824	402,454
Investments	12	-	-	100	100
		<u>2,920,897</u>	<u>3,239,161</u>	<u>671,924</u>	<u>402,554</u>
Current assets					
Stocks	14	12,776	10,419	12,776	10,419
Debtors	15	723,233	1,171,521	35,682	52,867
Cash at bank and in hand		<u>1,836,506</u>	<u>969,356</u>	<u>1,078,937</u>	<u>723,000</u>
		2,572,515	2,151,296	1,127,395	786,286
Liabilities					
Creditors: amounts falling due within 1 year	16	<u>963,848</u>	<u>810,747</u>	<u>263,840</u>	<u>102,711</u>
Net current assets		<u>1,608,667</u>	<u>1,340,549</u>	<u>863,555</u>	<u>683,575</u>
Total assets less current liabilities		4,529,564	4,579,710	1,535,479	1,086,129
Creditors: amounts falling due after more than 1 year	17	<u>450,407</u>	<u>635,569</u>	-	-
Net assets	19	<u><u>4,079,157</u></u>	<u><u>3,944,141</u></u>	<u><u>1,535,479</u></u>	<u><u>1,086,129</u></u>
Funds	20				
Restricted funds		3,239,180	3,077,130	1,211,251	695,647
Unrestricted funds		<u>839,977</u>	<u>867,011</u>	<u>324,228</u>	<u>390,482</u>
Total charity funds		<u><u>4,079,157</u></u>	<u><u>3,944,141</u></u>	<u><u>1,535,479</u></u>	<u><u>1,086,129</u></u>

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

Approved by the trustees on 18 November 2021 and signed on their behalf by

W Langsford

William Langsford - Treasurer

Wastesavers Charitable Trust Limited

Consolidated statement of cash flows

For the year ended 31 March 2021

	2021	2020
	£	£
Cash used in operating activities:		
Net movement in funds	135,016	(11,354)
Adjustments for:		
Depreciation	635,348	613,504
(Profit) / loss on the sale of fixed assets	-	(7,906)
Interest received	(226)	1,233
Interest paid	29,542	37,970
Decrease / (increase) in stock	(2,357)	(3,869)
Decrease / (increase) in debtors	448,289	(588,274)
Increase / (decrease) in creditors	148,785	(141,203)
Net cash provided by / (used in) operating activities	<u>1,394,397</u>	<u>(99,899)</u>
Cash flows from investing activities:		
Interest received	226	(1,233)
Proceeds from the sale of property, plant and equipment	-	15,000
Payments for plant, property and equipment	(317,084)	(773,643)
Net cash provided by / (used in) investing activities	<u>(316,858)</u>	<u>(759,876)</u>
Cash flows from financing activities:		
Payment of finance lease liabilities	(210,389)	(227,530)
Net cash provided in / (used in) financing activities	<u>(210,389)</u>	<u>(227,530)</u>
Increase / (decrease) in cash and cash equivalents in the year	867,150	(1,087,305)
Cash and cash equivalents at the beginning of the year	<u>969,356</u>	<u>2,056,661</u>
Cash and cash equivalents at the end of the year	<u><u>1,836,506</u></u>	<u><u>969,356</u></u>

Analysis of changes in net debt:

	Brought forward	Cash flows	Non-cash movements	Carried forward
	£	£	£	£
Cash	969,356	867,150	-	1,836,506
Obligations under finance leases within 1 year	(180,846)	180,846	(185,162)	(185,162)
Obligations under finance leases after 1 year	<u>(635,569)</u>	-	185,162	<u>(450,407)</u>
	<u><u>152,941</u></u>	<u><u>1,047,996</u></u>	<u><u>-</u></u>	<u><u>1,200,937</u></u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

1. Accounting policies

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities in preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Wastesavers Charitable Trust Limited 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.

b) Group accounts

These financial statements consolidate the results of the charitable company and its wholly-owned (controlled) subsidiary, Wastesavers Limited, on a line by line basis. Transactions and balances between the charitable company and its subsidiary have been eliminated from the consolidated financial statements. Balances between the two companies are disclosed in the notes of the charitable company's balance sheet. A separate statement of financial activities, or income and expenditure account, for the charitable company itself is not presented because the charitable company has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006.

c) Going concern basis of accounting

The accounts have been prepared on the assumption that the charity is able to continue as a going concern. However, the COVID-19 pandemic has had a profound impact on the global economy, and had in turn affected the charity. The trustees have considered the impact of this issue on the charitable company's current and future financial position.

Although Reuse and education services have been disrupted, the charity has utilised the government's Job Retention Scheme Funding. This has allowed the charity to continue to pay staff 100% of salaries over the period of service closure. Whilst income from the Kerbside recycling service within the trading subsidiary has been largely unaffected, the suspension of Commercial Recycling Services throughout the pandemic has allowed the secondment of staff to assist with other projects thereby reducing costs to mitigate the loss in income.

As the charity holds unrestricted, general reserves of £324,228 (group: £839,977) and a cash balance of £1,078,937 (group: £1,836,506), the trustees consider that both the charity, and the group as a whole, have sufficient cash reserves to continue as a going concern for a period of at least 12 months from the date on which these financial statements are approved.

d) Income

Income is recognised when the charitable company has entitlement to the funds, any performance conditions attached to the items of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from the government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charitable company has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

1. Accounting policies (continued)

d) Income (continued)

Income generated from the supply of goods or services is included in the statement of financial activities in the period in which the supply is made. Income received in advance of provision of reuse or training services is deferred until criteria for income recognition are met.

e) Donated goods for resale

Donated goods for resale are recognised as income at their fair value upon receipt, which is deemed to be the expected proceeds from sale less the expected costs of sale. Any difference in the resale value is charged or credited to the statement of financial activities during the year.

f) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charitable company; this is normally upon notification of the interest paid or payable by the bank.

g) Funds accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charitable company. Designated funds are unrestricted funds of the charitable company which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charitable company's work or for specific projects being undertaken by the charitable company.

h) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

i) Allocation of support and governance costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Governance costs are the costs associated with the governance arrangements of the charity, including the costs of complying with constitutional and statutory requirements and any costs associated with the strategic management of the charity's activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities on the following basis:

	2021	2020
Reuse	12.4%	12.8%
Recycling	85.3%	84.4%
Education	2.3%	2.9%

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

1. Accounting policies (continued)

j) Tangible fixed assets

Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

Land and buildings	25 years straight line
Motor vehicles	5 and 7 years straight line
Plant and machinery	7 years straight line
Computer and office equipment	4 years straight line
Leasehold land improvements	5 years straight line

Leasehold land is not depreciated.

Items of equipment are capitalised where the purchase price exceeds £10,000. Depreciation costs are allocated to activities on the basis of the use of the related assets in those activities. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

k) Investment in subsidiary undertakings

The charitable company has one wholly owned subsidiary, Wastesavers Limited, (registered company number 03842840). The subsidiary is used for non-primary purpose trading activities. The subsidiary undertaking is valued at cost less any cumulative impairment losses in the charitable company's accounts.

l) Stock

Purchased stock is included at the lower of cost or net realisable value. Donated items of stock for resale are recognised at fair value which is the expected proceeds from sale less any expected costs of sale. A value for IT stock is brought into the accounts once the item is ready for sale either on-line or in the Reuse shop.

m) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

n) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

o) Creditors

Creditors and provisions are recognised where the charitable company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

1. Accounting policies (continued)

p) Financial instruments

The group and charitable company only have financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently recognised at amortised cost using the effective interest method.

q) Redundancy payments

Where an employee receives a termination benefit the full cost is recognised at the date the employee is notified.

r) Pension costs

The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable under the scheme by the charitable company to the fund. The charitable company has no liability under the scheme other than for the payment of those contributions.

s) Finance leases

Assets purchased under finance leases are capitalised as fixed assets. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charge. Finance charges are written off to the statement of financial activities over the period of the lease so as to produce a constant periodic rate of charge on the remaining balance of the liability.

t) Critical accounting judgements and key sources of estimation or uncertainty

In the application of the group's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key sources of estimation or uncertainty that have a significant effect on the amounts recognised in the financial statements are described below.

Depreciation

As described in note 1j to the financial statements, depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

2. Prior period comparatives: statement of financial activities

	Restricted £	Unrestricted £	2020 Total £
Income from:			
Donations and legacies	-	26,595	26,595
<i>Charitable activities</i>			
Reuse	(34,459)	569,151	534,692
Recycling	344,360	3,601,769	3,946,129
Education	-	85,271	85,271
Investments	-	1,233	1,233
Other income	-	7,906	7,906
Total income	309,901	4,291,925	4,601,826
Expenditure on:			
<i>Charitable activities</i>			
Reuse	5,129	507,060	512,189
Recycling	443,458	3,572,491	4,015,949
Education	1,152	83,890	85,042
Total expenditure	449,739	4,163,441	4,613,180
Net income / (expenditure) and net movement in funds	(139,838)	128,484	(11,354)

3. Donations and legacies

	Restricted £	Unrestricted £	2021 Total £	2020 Total £
Donations and gift aid	-	5,039	5,039	1,505
COVID grants (including CJRS)	-	251,342	251,342	25,090
	-	256,381	256,381	26,595

All donations and legacies received in the prior year were unrestricted.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

4. Reuse

	Restricted £	Unrestricted £	2021 Total £	2020 Total £
Grants - revenue	110,000	21,508	131,508	(34,459)
Grants - capital	481,145	-	481,145	-
Computer recycling	-	59,051	59,051	88,126
Furniture shop	-	48,409	48,409	94,339
Tip shops	-	70,522	70,522	381,986
Other income	-	10,601	10,601	4,700
	<u>591,145</u>	<u>210,091</u>	<u>801,236</u>	<u>534,692</u>

Revenue grant income was restricted in the prior year. All other Reuse income was unrestricted.

5. Recycling

	Restricted £	Unrestricted £	2021 Total £	2020 Total £
Material sales	-	724,250	724,250	994,168
Newport City Council:				
Recycling payment	-	2,531,789	2,531,789	2,057,899
Reimbursement for recycling consumables	-	379,586	379,586	355,846
COVID funding	-	508,432	508,432	-
Grants - revenue	-	-	-	344,360
Grants - capital	56,824	-	56,824	-
Flats recycling	-	43,352	43,352	3,460
Commercial recycling income	-	164,084	164,084	175,320
Other income	-	9,464	9,464	15,076
	<u>56,824</u>	<u>4,360,957</u>	<u>4,417,781</u>	<u>3,946,129</u>

Capital grant income was restricted in the prior year. All other Recycling income was unrestricted.

6. Education

	Restricted £	Unrestricted £	2021 Total £	2020 Total £
Student income	-	20,352	20,352	84,571
Other income	-	-	-	700
	<u>-</u>	<u>20,352</u>	<u>20,352</u>	<u>85,271</u>

All income from education in the prior period was unrestricted.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

7. Government grants

The charitable company receives government grants, defined as grant funding from Newport City Council, Cardiff City Council, Rhondda Cynon Taf County Borough Council, DEFRA, the Coronavirus Job Retention Scheme and the Welsh Government, to fund charitable activities. The total value of such grants in the period ending 31 March 2021 was £804,503 (2020: £309,901). There are no unfulfilled conditions or contingencies attaching to these grants.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

8. Total expenditure

	Reuse £	Recycling £	Education £	Support and governance £	2021 Total £
Staff costs (note 10)	375,133	2,590,634	70,817	81,654	3,118,238
Other staff costs	7,333	60,595	220	1,089	69,237
Service delivery costs	17,964	1,154,134	2,234	240	1,174,572
Development and consultancy	7,714	11,158	1,835	2,141	22,848
Premises costs	26,520	98,268	154	-	124,942
Administrative costs	14,842	10,264	1,376	612	27,094
Insurance	8,629	126,974	1,171	1,379	138,153
Audit and accountancy	1,191	6,713	-	6,313	14,217
Bad debts	-	498	-	-	498
Interest and charges	6,271	29,542	-	-	35,813
Depreciation	-	587,953	-	47,395	635,348
Sub-total	465,597	4,676,733	77,807	140,823	5,360,960
Allocation of support and governance costs	17,397	120,142	3,284	(140,823)	-
Total expenditure	482,994	4,796,875	81,091	-	5,360,960

Total governance costs were £12,850.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

8. Total expenditure (continued)

Prior period comparative

	Reuse £	Recycling £	Education £	Support and governance £	2020 Total £
Staff costs (note 10)	320,744	2,118,066	71,921	71,656	2,582,387
Other staff costs	22,569	61,151	720	1,890	86,330
Service delivery costs	73,371	840,307	3,581	161	917,420
Development and consultancy	19,751	3,431	116	1,485	24,783
Premises costs	25,697	87,088	115	26	112,926
Administrative costs	18,633	65,997	1,714	216	86,560
Insurance	5,665	119,083	3,206	411	128,365
Audit and accountancy	2,541	7,206	-	6,293	16,040
Bad debts	-	39	-	-	39
Interest and charges	6,856	37,970	-	-	44,826
Depreciation	-	567,564	-	45,940	613,504
Sub-total	495,827	3,907,902	81,373	128,078	4,613,180
Allocation of support and governance costs	16,362	108,047	3,669	(128,078)	-
Total expenditure	512,189	4,015,949	85,042	-	4,613,180

Total governance costs were £12,460

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

9. Net movement in funds

This is stated after charging / (crediting):

	2021 £	2020 £
Interest payable	29,542	37,970
Depreciation		
▪ Owned assets	272,023	243,276
▪ Leased assets	363,325	370,228
(Profit) / loss on the sale of fixed assets	Nil	(7,906)
Trustees' remuneration	Nil	Nil
Trustees' reimbursed expenses	Nil	Nil
Auditors' remuneration:		
▪ Statutory audit	12,850	12,460
▪ Other services	Nil	225
	<u>29,542</u>	<u>37,970</u>

Trustees were not reimbursed expenses during the year (2020: nil).

10. Staff costs and numbers

Staff costs for the group were as follows:

	2021 £	2020 £
Salaries and wages	1,995,123	1,923,682
Social security costs	151,007	144,403
Pension contributions	130,897	130,910
Agency staff	841,211	383,392
	<u>3,118,238</u>	<u>2,582,387</u>

No employee earned more than £60,000 during the year.

The key management personnel of the group comprise the Chief Executive Officer, Finance Manager, Recycling and Health and Safety Manager, HR Manager, Marketing and Development Officer, Regional Manager who are employed by Wastesavers Limited, and the PEAK Co-ordinator, Charity Manager and Volunteer and Reuse Manager who are employed by Wastesavers Charitable Trust Limited. The total employee benefits of the key management personnel of the group, including employers' national insurance, were £300,963 (2020: £282,972).

	2021 No.	2020 No.
Average head count	<u>100</u>	<u>102</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

11. Tangible fixed assets

The group	Assets under construction £	Land and buildings £	Leasehold land £	Plant and machinery £	Motor vehicles £	Office equipment £	Leasehold improvements £	Total £
Cost								
At 1 April 2020	-	1,617,552	121,281	917,211	3,466,261	27,564	614,498	6,764,367
Additions in year	<u>316,765</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>319</u>	<u>-</u>	<u>-</u>	<u>317,084</u>
At 31 March 2021	<u>316,765</u>	<u>1,617,552</u>	<u>121,281</u>	<u>917,211</u>	<u>3,466,580</u>	<u>27,564</u>	<u>614,498</u>	<u>7,081,451</u>
Depreciation								
At 1 April 2020	-	1,258,462	-	370,619	1,770,951	19,187	105,987	3,525,206
Charge for the year	<u>-</u>	<u>40,151</u>	<u>-</u>	<u>109,328</u>	<u>458,137</u>	<u>3,876</u>	<u>23,856</u>	<u>635,348</u>
At 31 March 2021	<u>-</u>	<u>1,298,613</u>	<u>-</u>	<u>479,947</u>	<u>2,229,088</u>	<u>23,063</u>	<u>129,843</u>	<u>4,160,554</u>
Net book value								
At 31 March 2021	<u>316,765</u>	<u>318,939</u>	<u>121,281</u>	<u>437,264</u>	<u>1,237,492</u>	<u>4,501</u>	<u>484,655</u>	<u>2,920,897</u>
At 31 March 2020	<u>-</u>	<u>359,090</u>	<u>121,281</u>	<u>546,592</u>	<u>1,695,310</u>	<u>8,377</u>	<u>508,511</u>	<u>3,239,161</u>

Included within the net book value is £771,789 (2020: £1,135,100) relating to assets held under finance leases. The depreciation charged to the statement of financial activities in respect of these assets was £363,325 (2020: £370,228).

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

11. Tangible fixed assets (continued)

The charity	Assets under construction £	Land and buildings £	Plant and machinery £	Motor vehicles £	Leasehold improvements £	Total £
Cost						
At 1 April 2020	-	1,617,552	1,898	49,310	10,557	1,679,317
Additions in year	<u>316,765</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>316,765</u>
At 31 March 2021	<u>316,765</u>	<u>1,617,552</u>	<u>1,898</u>	<u>49,310</u>	<u>10,557</u>	<u>1,996,082</u>
Depreciation						
At 1 April 2020	-	1,258,461	1,698	6,147	10,557	1,276,863
Charge for the year	<u>-</u>	<u>40,151</u>	<u>200</u>	<u>7,044</u>	<u>-</u>	<u>47,395</u>
At 31 March 2021	<u>-</u>	<u>1,298,612</u>	<u>1,898</u>	<u>13,191</u>	<u>10,557</u>	<u>1,324,258</u>
Net book value						
At 31 March 2021	<u>316,765</u>	<u>318,940</u>	<u>-</u>	<u>36,119</u>	<u>-</u>	<u>671,824</u>
At 31 March 2020	<u><u>-</u></u>	<u><u>359,091</u></u>	<u><u>200</u></u>	<u><u>43,163</u></u>	<u><u>-</u></u>	<u><u>402,454</u></u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

12. Subsidiary undertakings

Wastesavers Limited

The charitable company owns the whole of the issued share capital (100 ordinary £1 shares) of Wastesavers Limited, a company registered in England and Wales. The subsidiary is used for non-primary purpose trading activities. All activities have been consolidated on a line by line basis in the statement of financial activities. Available profits are donated to the charitable company. A summary of the results of the subsidiary is shown below:

	2021 £	2020 £
Turnover	4,774,531	3,997,120
Cost of sales	<u>(634,759)</u>	<u>(431,453)</u>
Gross profit	4,139,772	3,565,667
Administrative expenses	<u>(4,071,107)</u>	<u>(3,498,504)</u>
Operating profit	68,665	67,163
Interest receivable	101	726
Interest payable	<u>(29,542)</u>	<u>(37,970)</u>
Profit on ordinary activities	39,224	29,919
Corporation tax	<u>-</u>	<u>-</u>
Profit for financial year	<u>39,224</u>	<u>29,919</u>
The aggregate of the assets, liabilities and funds was:		
	2021 £	2020 £
Assets	3,695,890	4,208,990
Liabilities	<u>(3,180,032)</u>	<u>(3,732,356)</u>
Funds	<u>515,858</u>	<u>476,634</u>

13. Parent charity

The parent charity's gross income and the results for the year are disclosed as follows:

	2021 £	2020 £
Gross income	1,133,573	707,093
Results for the year	<u>449,350</u>	<u>1,812</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

14. Stock

	The group		The charity	
	2021	2020	2021	2020
	£	£	£	£
Donated goods for resale	<u>12,776</u>	<u>10,419</u>	<u>12,776</u>	<u>10,419</u>

15. Debtors

	The group		The charity	
	2021	2020	2021	2020
	£	£	£	£
Trade debtors	336,641	790,630	15,276	16,960
Prepayments	46,574	21,999	116	2,050
Accrued income	340,018	358,892	18,602	26,589
Amounts owed from subsidiary	-	-	1,688	3,380
VAT	-	-	-	3,888
	<u>723,233</u>	<u>1,171,521</u>	<u>35,682</u>	<u>52,867</u>

16. Creditors: amounts due within 1 year

	The group		The charity	
	2021	2020	2021	2020
	£	£	£	£
Trade creditors	174,344	249,350	4,665	57,511
Other taxation and social security	289,387	186,357	99,187	5,974
Accruals	219,011	72,134	157,279	36,883
Other creditors	38,885	39,411	2,709	2,343
Deferred income (see note 22)	57,059	82,649	-	-
Obligations under finance leases	<u>185,162</u>	<u>180,846</u>	<u>-</u>	<u>-</u>
	<u>963,848</u>	<u>810,747</u>	<u>263,840</u>	<u>102,711</u>

17. Creditors: amounts due after 1 year

	The group		The charity	
	2021	2020	2021	2020
	£	£	£	£
Obligations under finance leases	<u>450,407</u>	<u>635,569</u>	<u>-</u>	<u>-</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

18. Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes. The charitable company's trading subsidiary, Wastesavers Limited, donates available profits to the charitable company. Any taxable profits retained in the subsidiary company are chargeable to corporation tax.

19. Analysis of net assets between funds

	Restricted funds £	Unrestricted funds £	Total funds £
Tangible fixed assets	2,325,729	595,168	2,920,897
Current assets	913,451	1,659,064	2,572,515
Creditors: amounts falling due within 1 year	-	(963,848)	(963,848)
Creditors: amounts falling due after more than 1 year	-	(450,407)	(450,407)
Net assets at 31 March 2021	<u>3,239,180</u>	<u>839,977</u>	<u>4,079,157</u>
Prior period comparative			
	Restricted funds £	Unrestricted funds £	Total funds £
Tangible fixed assets	2,415,722	823,439	3,239,161
Current assets	661,408	1,489,888	2,151,296
Creditors: amounts falling due within 1 year	-	(810,747)	(810,747)
Creditors: amounts falling due after more than 1 year	-	(635,569)	(635,569)
Net assets at 31 March 2020	<u>3,077,130</u>	<u>867,011</u>	<u>3,944,141</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

20. Movements in funds

	At 1 April 2020 £	Income £	Expenditure £	Transfers between funds £	At 31 March 2021 £
Restricted funds					
WEFO (EDRF Obj 2)	171,070	-	(21,513)	-	149,557
Welsh Assembly	188,022	-	(18,638)	-	169,384
Cardiff City Council	47,700	-	-	-	47,700
Newport City Council	288,855	481,145	(34,545)	(845)	734,610
Rhondda Cynon Taf Council	-	110,000	-	-	110,000
Leasehold land (NCC)	121,281	-	-	-	121,281
NCC flats recycling	324,853	-	(25,173)	-	299,680
Wastesavers Ltd capital fund	<u>1,935,349</u>	<u>56,824</u>	<u>(385,205)</u>	<u>-</u>	<u>1,606,968</u>
Total restricted funds	<u>3,077,130</u>	<u>647,969</u>	<u>(485,074)</u>	<u>(845)</u>	<u>3,239,180</u>
Unrestricted funds					
General funds	<u>867,011</u>	<u>4,848,007</u>	<u>(4,875,886)</u>	<u>845</u>	<u>839,977</u>
Total unrestricted funds	<u>867,011</u>	<u>4,848,007</u>	<u>(4,875,886)</u>	<u>845</u>	<u>839,977</u>
Total funds	<u><u>3,944,141</u></u>	<u><u>5,495,976</u></u>	<u><u>(5,360,960)</u></u>	<u><u>-</u></u>	<u><u>4,079,157</u></u>

Purposes of restricted funds

WEFO and Welsh Assembly funds

The WEFO and Welsh Assembly funds are capital restricted funds representing the Wastesavers Resource Centre. The funds will be reduced each year by the annual depreciation charge of the related fixed assets, along with any impairment losses incurred.

Cardiff City Council

An award of funding in relation to improving reuse infrastructure in Cardiff.

Newport City Council

An award of funding in relation to improving reuse infrastructure in Newport.

Rhondda Cynon Taf Council

An award of funding in relation to improving reuse infrastructure in Aberdare.

Leasehold land

A grant was received from the Welsh Government to enable Wastesavers Ltd to purchase a plot of leasehold land adjoining the current property.

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

20. Movements in funds (continued)

NCC flats recycling

Circular economy funding towards the purchase of flats recycling bins, caddies and liners within Wastesavers Limited. Note that this fund has been renamed from 'NCC recycling consumables'.

Wastesavers Ltd capital fund

The Wastesavers Ltd capital fund represents assets purchased and to be purchased with capital grants in the subsidiary company. The fund will be reduced each year by the annual depreciation charge of the related fixed assets. In the financial statement of Wastesavers Limited, these capital grants have been treated as deferred capital income. Adjustments were made on consolidation to bring the accounting treatment for capital grants into line with Wastesavers Charitable Trust Limited's accounting policies.

Prior year comparative:

	At 1 April 2019 £	Income £	Expenditure £	Transfers between funds £	At 31 March 2020 £
Restricted funds					
WEFO (EDRF Obj 2)	192,584	-	(21,514)	-	171,070
Welsh Assembly	206,660	-	(18,638)	-	188,022
WCVA Active Inclusion	-	7,841	(7,841)	-	-
Welsh Government: COLCP	3,160	-	(3,160)	-	-
Cardiff City Council	90,000	(42,300)	-	-	47,700
Newport City Council	300,000	-	(11,145)	-	288,855
Leasehold land (NCC)	121,281	-	-	-	121,281
NCC flats recycling	-	344,360	(19,507)	-	324,853
Wastesavers Ltd capital fund	<u>2,303,283</u>	<u>-</u>	<u>(367,934)</u>	<u>-</u>	<u>1,935,349</u>
Total restricted funds	<u>3,216,968</u>	<u>309,901</u>	<u>(449,739)</u>	<u>-</u>	<u>3,077,130</u>
Unrestricted funds					
General funds	<u>738,527</u>	<u>4,291,925</u>	<u>(4,163,441)</u>	<u>-</u>	<u>867,011</u>
Total unrestricted funds	<u>738,527</u>	<u>4,291,925</u>	<u>(4,163,441)</u>	<u>-</u>	<u>867,011</u>
Total funds	<u><u>3,955,495</u></u>	<u><u>4,601,826</u></u>	<u><u>(4,613,180)</u></u>	<u><u>-</u></u>	<u><u>3,944,141</u></u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

21. Finance lease commitments

The group had finance leases at the year end with total future minimum lease payments as follows:

	2021 £	2020 £
Amount falling due:		
Within 1 year	206,959	210,388
Within 1 - 5 years	471,892	678,851
	<u>678,851</u>	<u>889,239</u>

All finance leases are held by Wastesavers Limited. The charity has no finance leases in its own name, but does act as guarantor for the leases held by Wastesavers Limited.

22. Deferred income

	The group		The charity	
	2021 £	2020 £	2021 £	2020 £
At 1 April 2020	82,649	62,679	-	-
Amounts deferred during the year	57,059	82,649	-	-
Amounts released during the year	<u>(82,649)</u>	<u>(62,679)</u>	<u>-</u>	<u>-</u>
At 31 March 2021	<u>57,059</u>	<u>82,649</u>	<u>-</u>	<u>-</u>

The Commercial Recycling Service invoices in advance of service delivery. As the group is not entitled to the income until the services are delivered, the income is deferred within the group accounts.

23. Related party transactions

Wastesavers Limited

Wastesavers Limited is a wholly owned subsidiary of Wastesavers Charitable Trust Limited. During the year Wastesavers Limited paid the following amounts to Wastesavers Charitable Trust Limited:

	2021 £	2020 £
Rent	47,220	46,296
Management fee	<u>11,454</u>	<u>13,731</u>
	<u>58,674</u>	<u>60,027</u>

Wastesavers Charitable Trust Limited

Notes to the financial statements

For the year ended 31 March 2021

23. Related party transactions (continued)

Newport City Council

David Mayer, a trustee of Wastesavers Charitable Trust Limited, is also a Councillor of Newport City Council. During the year Wastesavers Limited purchased materials totalling £634,759 (2020: £431,453) and received a total of £3,423,002 (2020: £2,434,653), from Newport City Council. This included the following amounts:

	2021 £	2020 £
Recycling payment	2,531,789	2,057,899
Recycling consumables	382,781	376,754
Emergency funding	508,432	-
	<u>3,423,002</u>	<u>2,434,653</u>

A-Print and Design Limited

Roger Ayres, a trustee of Wastesavers Charitable Trust Limited, is also director of a printing company called A-Print and Design Limited. During the year Wastesavers Charitable Trust Limited (group) purchased printing supplies totalling £685 (2020: £865) from A-Print and Design Limited. The outstanding balance at 31 March 2021 was £Nil (2020: Nil).

24. Capital commitments

At 31 March 2021, capital expenditure commitments were as follows:

	2021 £	2020 £
<i>Contracted but not provided for in the accounts:</i>		
Reuse Centre building works	<u>439,640</u>	-
	<u>439,640</u>	-