

Charity registration number 1118590

MUCHLOVED CHARITABLE TRUST
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

MUCHLOVED CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Mr J Davies
Mr J H Lomax
Mr A Daniels

Charity number

1118590

Principal address

Nash House, Repton Place
White Lion Road
Amersham
Buckinghamshire
HP7 9LP

Auditor

UHY Ross Brooke
Suite I, Windrush Court
Abingdon Business Park
Abingdon
Oxfordshire
OX14 1SY

MUCHLOVED CHARITABLE TRUST

CONTENTS

	Page
Trustees' report	1 - 3
Statement of trustees' responsibilities	4
Independent auditor's report	5 - 7
Statement of financial activities	8
Statement of financial position	9
Statement of cash flows	10
Notes to the financial statements	11 - 19

MUCHLOVED CHARITABLE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their report and accounts for the year ended 31 December 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Memorandum and Articles of Association, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2019).

Objectives and activities

The charity's objects are the relief of any persons who have suffered bereavement, particularly the death of a family member or friend, by providing or assisting in the provision of bereavement support, advice and counselling.

The policies adopted in furtherance of these objects are to work with partners providing at-need bereavement services in the funeral and charity sectors as well as bereaved users directly and there has been no change in these policies during the year.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

During the year the main activity has been the provision of a remembrance website service tailored to the specific needs of bereaved people, plus a bereavement support resource centre.

Public Benefit Statement

MuchLoved Charitable Trust has carried out its duty with regard to the public benefit and the objectives of the charity.

The charity does not undertake significant fundraising activities for Muchloved Charitable Activities.

Achievements and performance

There has been continuing very high demand and use of the bereavement tribute website service, comparable to levels achieved during the pandemic. Over the year nearly 60,000 new Tribute sites were created with over 200,000 virtual candles lit and close to £23million donated to good causes in memory of loved ones.

We have further developed in-memory support services within the charity and funeral sectors and now run Tribute Fund partnerships with over 300 charities as well as working with over 1,000 funeral director branches across the UK providing a personalised funeral tribute service for their families.

During the year we carried out training workshops and facilitated a number of online webinars. We also ran various bereavement training sessions and offered GriefChat counselling.

We also continued to upgrade our bereavement services including making upgrades to our Charity and Funeral Director reporting and integrations, improvements to our In-Memory events facility as well as new functionality such as an Order of Service upload and QR codes within the funeral notices.

MUCHLOVED CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Financial review

The charity holds sufficient unrestricted cash funds to cover fluctuations in receipts and expenditure and has been working to increase income over the year primarily through partnerships with charities and funeral directors.

Freely available reserves increased in the year to 31 December 2022 to £495,485. This meant that at year-end the reserves met the policy of a minimum three months' expenditure. This can be primarily attributed to cost management and increased income. Going forward this will provide the funds needed for carrying out essential technical development work and the recruitment of technical, administrative and managerial staff required to support the service.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Plans for the future

The charity plans to continue to develop partnerships with leading charities, particularly hospices, hospitals and medical research charities. It also plans to increase the number of partnerships with funeral directors and other organisations that have personal contact with bereaved people. It will also improve and enhance its bereavement website service for the benefit of all users.

Risk Management

The charity trustees follow a risk management strategy designed to identify principal risks and uncertainties that the charity may face and prevent it from achieving its objectives, together with reviewing the effectiveness of associated systems and procedures that are in place to mitigate against such risks.

Specific areas of risk identified and reviewed are as follows:

Financial sustainability: regular reviews of available funds are undertaken to ensure that all current liabilities have adequate cash coverage.

Information Technology risks: the security of the IT system is controlled and supervised by experienced technical staff.

Health and Safety of staff and visitors: this is constantly under review so that all requirements are met, and accident risks are minimised.

Structure, governance and management

The charity was established as an unincorporated organisation by a charitable trust deed on 28 February 2007.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr J Davies

Mr J H Lomax

Mr A Daniels

Trustee selection is made through appointment by the current trustees and new trustees are required to have a high level of commitment to MuchLoved with a suitable range of skills and experience so that they can help to constructively challenge and shape the strategy. There have been no changes in the trustees or organisational structure during the year. All trustees give their time voluntarily and receive no remuneration or other benefits.

Daily operational responsibilities are delegated to key management personnel. Their pay and remuneration is reviewed annually and adjusted for factors including inflation, any change in responsibilities and any clear comparative benchmarking of similar roles.

MUCHLOVED CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)


FOR THE YEAR ENDED 31 DECEMBER 2022

Disclosure of information to auditor

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- So far as that Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware, and
- That Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' report was approved by the Board of Trustees.


.....
Mr J Davies
Trustee
Dated: 15/8/23

MUCHLOVED CHARITABLE TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these 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 estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

MUCHLOVED CHARITABLE TRUST

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF MUCHLOVED CHARITABLE TRUST

Opinion

We have audited the financial statements of Muchloved Charitable Trust (the 'charity') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, Balance Sheet and Statement of Cash Flows and notes to the financial statements, including 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 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 charity's affairs as at 31 December 2022 and of the 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 Charities Act 2011.

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 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 other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

MUCHLOVED CHARITABLE TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF MUCHLOVED CHARITABLE TRUST

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement (set out on page 4), the charity 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 the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below.

We have considered:

- the nature of the charity and sector, control environment and operating performance;
- the charity's own assessment, including assessments made by key management, of the risks that irregularities may occur either as a result of fraud or error;
- any matters we identified having reviewed the charity's policies and procedures relating 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 risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; and
- the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed amongst the audit engagement team.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the areas in which management is required to exercise significant judgement, such as the disclosure of adjusting items. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context were the Charities Act and tax legislation.

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. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

MUCHLOVED CHARITABLE TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF MUCHLOVED CHARITABLE TRUST

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.


UHY Ross Brooke

Chartered Accountants
Statutory Auditor

21/8/13.....

Suite I, Windrush Court
Abingdon Business Park
Abingdon
Oxfordshire
OX14 1SY

UHY Ross Brooke is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

MUCHLOVED CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income from:</u>			
Donations and legacies	3	-	48,367
Charitable activities	4	1,247,667	1,212,932
Investments	5	2,465	23
Total income		<u>1,250,132</u>	<u>1,261,322</u>
<u>Expenditure on:</u>			
Expenditure -charitable activities	6	<u>1,161,942</u>	<u>983,834</u>
Net income for the year/ Net movement in funds		88,190	277,488
Fund balances at 1 January 2022		<u>416,326</u>	<u>192,195</u>
Fund balances at 31 December 2022		<u><u>504,516</u></u>	<u><u>416,326</u></u>

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

All income and expenditure derive from continuing activities.

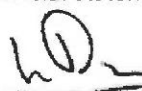
MUCHLOVED CHARITABLE TRUST

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	10		9,031		9,364
Current assets					
Debtors	11	297,652		257,515	
Cash at bank and in hand		<u>2,434,296</u>		<u>2,169,995</u>	
		2,731,948		2,427,510	
Creditors: amounts falling due within one year	12	<u>(2,236,463)</u>		<u>(2,020,548)</u>	
Net current assets			495,485		406,962
Total assets less current liabilities			<u>504,516</u>		<u>416,326</u>
Income funds					
Unrestricted funds			504,516		416,326
			<u>504,516</u>		<u>416,326</u>

The financial statements were approved by the Trustees on 15/3/23



 Mr J Davies
 Trustee

MUCHLOVED CHARITABLE TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	16		267,750		203,600
Investing activities					
Purchase of tangible fixed assets		(5,914)		(9,526)	
Investment income received		2,465		23	
Net cash used in investing activities			(3,449)		(9,503)
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			264,301		194,097
Cash and cash equivalents at beginning of year			2,169,995		1,975,898
Cash and cash equivalents at end of year			2,434,296		2,169,995

MUCHLOVED CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

Muchloved Charitable Trust is an unincorporated charity registered with the Charities Commission for England and Wales.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Articles of Association, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

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

The trustees are in advanced stages of considering and consulting on an organisational restructure in which certain activities would be moved to a trading company, however the charity would continue in operational existence.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

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

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

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

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

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

MUCHLOVED CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.5 Expenditure

All expenditure is recognised on an accruals basis. 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 reliably measured. Expenditure is categorised under the following headings:

-Expenditure on charitable activities includes the costs of activities undertaken to further the purpose of the charity.

-Support costs are those costs incurred during activities that are not directly associated with the purpose of the charity.

-Governance costs are the costs associated with the governance arrangements of the charity.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

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

Fixtures, fittings & equipment	33.3% straight line
Computers	33.3% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

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

1.8 Cash and cash equivalents

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

1.9 Financial instruments

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

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

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

Basic financial assets

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

MUCHLOVED CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.12 Funds received as agent

Funds received as agent are accounted for as set out in note 13.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Total	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	-	48,367

MUCHLOVED CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

4 Charitable activities

	2022 £	2021 £
Partner subscriptions	466,090	403,159
Donation processing fees	775,021	804,226
Tribute storage space	3,033	1,890
Training and consultancy	3,523	3,657
	<u>1,247,667</u>	<u>1,212,932</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Interest receivable	<u>2,465</u>	<u>23</u>

6 Expenditure -charitable activities

	2022 £	2021 £
Staff costs	433,399	385,961
Consulting	398,218	387,261
IT software & consumables	26,764	11,263
Hosting	108,694	80,300
Subscriptions	47,978	37,194
Staff travel and training	9,269	4,313
Bank charges	-	31
Bad and doubtful debts	2,000	-
	<u>1,026,322</u>	<u>906,323</u>
Share of support costs (see note 7)	126,325	69,411
Share of governance costs (see note 7)	9,295	8,100
	<u>1,161,942</u>	<u>983,834</u>

MUCHLOVED CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

7 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Depreciation	6,247	-	6,247	5,368	-	5,368
Marketing and exhibitions	29,098	-	29,098	9,152	-	9,152
Office consumables	26,449	-	26,449	7,472	-	7,472
Rent	35,078	-	35,078	31,885	-	31,885
Telephone and utilities	4,389	-	4,389	5,286	-	5,286
Insurance	2,160	-	2,160	1,288	-	1,288
Repairs	97	-	97	3,886	-	3,886
Professional fees	19,700	-	19,700	1,470	-	1,470
Bank charges	3,107	-	3,107	3,604	-	3,604
Audit fees	-	6,500	6,500	-	6,500	6,500
Accountancy	-	2,795	2,795	-	1,600	1,600
	<u>126,325</u>	<u>9,295</u>	<u>135,620</u>	<u>69,411</u>	<u>8,100</u>	<u>77,511</u>
Analysed between						
Charitable activities	<u>126,325</u>	<u>9,295</u>	<u>135,620</u>	<u>69,411</u>	<u>8,100</u>	<u>77,511</u>

Payments to auditor

	2022	2021
	£	£
Audit of financial statements	6,500	6,500
Other services	3,000	-
	<u>9,500</u>	<u>6,500</u>

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits during the year. One trustee was reimbursed expenses for travel and office costs as follows:

	2022	2021
	£	£
Accumulated balance brought forward	2,072	17,495
Incurred during the year	2,221	2,072
Reimbursed during the year	-	(17,495)
	<u>4,293</u>	<u>2,072</u>

MUCHLOVED CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

9 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
	11	12

Employment costs

	2022 £	2021 £
Wages and salaries	386,687	353,465
Social security costs	37,000	28,119
Other pension costs	9,712	4,377
	<u>433,399</u>	<u>385,961</u>

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2022 Number	2021 Number
£60,000 to £70,000	-	1
£90,001 to £100,000	1	-

10 Tangible fixed assets

	Fixtures, fittings & equipment £	Computers £	Total £
Cost			
At 1 January 2022	9,517	25,647	35,164
Additions	868	5,046	5,914
	<u>10,385</u>	<u>30,693</u>	<u>41,078</u>
At 31 December 2022			
Depreciation and impairment			
At 1 January 2022	6,171	19,629	25,800
Depreciation charged in the year	2,307	3,940	6,247
	<u>8,478</u>	<u>23,569</u>	<u>32,047</u>
At 31 December 2022			
Carrying amount			
At 31 December 2022	<u>1,907</u>	<u>7,124</u>	<u>9,031</u>
At 31 December 2021	<u>3,346</u>	<u>6,018</u>	<u>9,364</u>

MUCHLOVED CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

11 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Debtors	56,606	39,922
Other debtors	241,046	217,593
	<u>297,652</u>	<u>257,515</u>

12 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other taxation and social security	91,903	67,804
Creditors	35,182	26,692
Other creditors	1,924,907	1,760,149
Accruals and deferred income	184,471	165,903
	<u>2,236,463</u>	<u>2,020,548</u>

Accruals and deferred income includes deferred income of £138,243 which represents annual partner subscriptions billed in advance.

Deferred income	2022	2021
	£	£
At start of year	90,237	69,284
Released to income in the year	(90,237)	(69,284)
Deferred in the year	138,243	90,237
	<u>138,243</u>	<u>90,237</u>

MUCHLOVED CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

13 Funds received as agent

The charity processes donations from users of its platform which are given for onward transmission to an end charity specified by the user, after deduction of donation processing fees and addition of gift aid where applicable.

Whilst the legal position is that the donations are made to MuchLoved Charitable Trust with narrow restrictions as to how the bulk of the funds are applied, the accounting substance is one of acting as agent, with the charity having minimal discretion as to how funds are applied. For this reason, donations and the associated gift aid received and remitted onwards have not been accounted for as the income and expenditure of the charity. A summary of the amounts processed on this basis is shown below:

	2022 £	2021 £
Received as agent in the year	19,540,330	20,554,939
Paid onwards as agent in the year	22,644,731	25,118,627
HMRC Gift Aid received as agent in the year	3,241,110	3,546,429
HMRC Gift Aid debtor at year end (included within other debtors)	214,599	186,550
Owed to end charities at year end (included within other creditors)	1,924,907	1,760,149

14 Operating lease commitments

The total of future minimum lease payments under non-cancellable operating leases at the end of the reporting period was:

	2022 £	2021 £
Not later than one year	28,000	28,000
Later than one year and not later than five years	2,462	30,538
	30,462	58,538

15 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022 £	2021 £
Aggregate compensation	183,441	121,457

MUCHLOVED CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

16	Cash generated from operations	2022 £	2021 £
	Surplus for the year	88,190	277,488
	Adjustments for:		
	Investment income recognised in statement of financial activities	(2,465)	(23)
	Depreciation and impairment of tangible fixed assets	6,247	5,368
	Movements in working capital:		
	(Increase) in debtors	(40,137)	(141,338)
	Increase in creditors	215,915	62,105
	Cash generated from operations	<u>267,750</u>	<u>203,600</u>