

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

**REPORT OF THE DIRECTORS AND**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 2021**

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

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**For the Year Ended 30 June 2021**

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**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

**COMPANY INFORMATION**  
**For the Year Ended 30 June 2021**

DIRECTORS:

H Corner  
M Venter  
D Phillips  
A Rogers

SECRETARY:

Lord T Howson-Green

CHIEF EXECUTIVE:

T Corner

REGISTERED OFFICE:

108 Cobham Road  
Ferndown  
Dorset  
BH21 7PQ

REGISTERED NUMBER:

05841338 (England and Wales)

CHARITY NO:

1118773

SENIOR STATUTORY AUDITOR:

Peter Graham Stone

AUDITORS:

Stone Osmond Limited  
Accountants and Registered Auditors  
75 Bournemouth Road  
Chandlers Ford  
Eastleigh  
Hampshire  
SO53 3AP

SOLICITORS:

Laceys  
3 Poole Road  
Bournemouth  
BH2 5QL

PRINCIPAL BANKERS:

HSBC  
165-176 High Street  
Poole  
BH15 1AV

CAF  
25 Kinghill Avenue  
Kings Hill  
West Malling  
ME19 4JQ

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

**REPORT OF THE DIRECTORS**  
**For the Year Ended 30 June 2021**

The directors present their report with the financial statements of the company for the year ended 30 June 2021.

**GOVERNANCE**

StreetScene Addiction Recovery is a charitable company governed by Memorandum and Articles of Association incorporated on 8 June 2006. It represents the incorporation of the earlier charitable trust, StreetScene, originally declared in 1989, registration number 802521. It has two objectives:

To relieve and rehabilitate persons who are suffering or have suffered from past or present drug addiction or other forms of addiction.

To advance public educations particularly, amongst young people, about all matter relating to drug abuse.

**OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT**

The principal activity of the company in the period under review was to relieve and rehabilitate those who are suffering or have suffered from past or present drug addiction or other forms of addiction, together with the advancement of public education, particularly amongst young people, about all matters relating to drug abuse. The directors confirm that they have complied with the duty in Section 4 of the 2011 Charities Act having due regard to the guidance published by the Charity Commission, including public benefit guidance.

The company carried out its activities at the following addresses:

Allington House, 46 Dean Park Road, Bournemouth, Dorset, BH1 1QA – primary and secondary care unit.

Cornerways, 20 Braidley Road, Bournemouth, Dorset, BH2 6JX – primary and secondary care unit.

Francis House, 2 Hulse Road, Southampton, Hants, SO15 2WG – primary and secondary care unit.

Unity House, 77-79 West Hill Road, West Cliff, Bournemouth, BH2 5PQ – supported accommodation

108 Cobham Road, Ferndown, Dorset, BH21 7PQ – Administration offices

51 Churchfield Road, Poole, Dorset, BH15 2QL – Development office

**DIRECTORS AND TRUSTEES**

The directors of the charitable company are its trustees for the purposes of Charity Law and throughout this report are collectively referred to as the directors,

The directors who have held office during the year of review and to the date of this report were:

H Corner  
M Venter  
D Phillips  
A Rodgers

The company provides Directors Indemnity Insurance, this is provided free of charge under the current policy.

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

**REPORT OF THE DIRECTORS**  
**For the Year Ended 30 June 2021**

Any member of the above body of directors is able to nominate further directors to the board. If the person is willing to be considered, after various checks have been undertaken, including CRB checks, the board can vote a new member onto the board by means of a majority vote.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with the Companies Act 2006 relating to Small Companies, with the Financial Reporting Standard for Smaller Entities and the Charities Act 2011. The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.
- observe the method and principles in The Charities Statement of Recommended Practice SORP 2015 (FRS102).
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charities Act 2011, the Charity (Accounts and Reports) Regulations. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that ought to have been taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**DIRECTORS' REVIEW**

**STRUCTURE**

The company has a structure based on five tiers.

Tier 1: The Board of Directors, who have overall control of the charity and meet at least 3 times each year to discuss the performance to date and future plans. A rotation of directors aims to visit every unit each month to observe the work first hand and speak to clients and staff about their experiences with StreetScene Addiction Recovery. Their report is presented at the next Directors meeting.

Tier 2: The operational responsibility is delegated to the five chiefs of staff, who make up a team of people who work together with particular areas of responsibility, which are:

- CEO – Developments, statistics, client advocacy, political and strategic developments.
- COM – The upkeep and occupancy of units, relations with purchasers, expanding client base.
- CFO – Finance and legal matters.
- CHR – Ensuring adherence to legislation, policy and procedure within the units regarding HR.
- COT – Ensuring the treatment provided to clients is both consistent and of the highest standard.

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

**REPORT OF THE DIRECTORS**  
**For the Year Ended 30 June 2021**

Tier 2 meet on a regular basis to discuss the overall strategic planning for the organisation.

Tier 3: The Managers of each unit, the treatment units being Allington House, Cornerways, Francis House and the Resettlement unit, based at Unity.

The Administration Managers providing support to all units are: Finance, IT, Purchasing and Maintenance.

Tier 2 and 3 representatives comprise the Steering Committee, which, depending on input required works on immediate issues such as amending policies and procedures, training events, staff recruitment, refurbishment needs.

Tier 4: The staff with external responsibilities, including the finance team, DSS Liaison, the in-house purchaser, the counsellors and project staff who have external responsibilities to our service purchasers.

Tier 5: The staff are those who work within the units but whose external responsibilities are generally through the unit manager, this includes weekend project staff, night staff, maintenance staff and volunteers.

Each staff member has their own role within the charity, covered by job descriptions, generally the roles are:

- Manager
- Team leader
- Counsellor/key worker
- Project worker
- Night care officer
- Administrator
- Maintenance

These staff members also have a voice in weekly meetings held in each unit, line management meetings, supervision and regular training events.

**Assets**

All the fixed assets have all been utilised for the work of the charitable company. All deeds are retained by the Solicitors, Lacey's. The company retains the reserves from the operations of the company, operating profits and prepaid accounts in the reserves account.

**Operating during 2020-2021**

The ongoing Covid-19 pandemic has made this a challenging year to operate in. Like most charitable organisations at this time we had no clear idea of what was to come and planning a strategy was difficult. As an organisation with around 60 staff and 30 volunteers we are of a sufficiently small size to make rapid changes as Covid guidelines changed and yet of large enough to ride out many challenges that would be difficult for smaller organisation to stand.

With the release of the Dame Carol Black report more funds appeared to become available for addiction treatment, including residential treatment. We were also able to use the furlough scheme to help when occupancy was down, and grants for all the extra PPE we required were finally distributed to drug rehabilitation as well as care homes.

One of the down sides of this being included as part of the NHS in order to receive grants. This has always been a grey area for drug treatment, we do not carry out any personal care (bathing, feeding etc), we cannot prescribe drugs, we do not carry any medication not prescribed by a doctor, we do not have a licence to destroy drugs, we do not carry out any medical procedure beyond that suitable for a first aider, and yet as 'part of the NHS' we are now expected to conform to things that are not relevant, one being medical malpractice insurance.

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

**REPORT OF THE DIRECTORS**  
**For the Year Ended 30 June 2021**

We continue to work in the LGBTQ++ clients, especially working with Chemsex clients and this had increased growth and positive outcomes. Notably many of the Chemsex clients enter treatment with good life skills unlike those who have been using substances for years.

We have had more assisted withdrawal clients' and this has helped increased business and helped those clients who cannot afford to go to a detoxification centre.

To cope with the ongoing pandemic we have had to drastically alter and change back various parts of our treatment program. At various times outside self-help meetings have been replaced with Zoom meetings, all shopping for clients has been undertaken by staff, visits have needed to be cancelled, outings drastically altered. We did experience hostility when going out for a walk as a group. We faced challenges when each lockdown began to ease, especially in Bournemouth as so many people from outside the area flooded into the town centre. For our sector there was little specific guidance or specific support with regard to Covid-19 and the continually changing restrictions. We continually monitored case numbers, hospital numbers and death rates along with vaccination rates in order to try and estimate what was coming next. We have had outbreaks in all our houses in the past year, however no one died or even require hospitalisation from any of our facilities, for which we are grateful.

**Plans for 2020-2021**

The only plan we can be sure of at this time is that we want to continue to operate during these COVID-19 times, where nothing is currently certain. We need to remain flexible and innovate to negotiate these difficult times.

The financial year 2020-2021 began in July 2020, August showed some of the lowest occupancy rates we have ever experienced, with record lows of 55.55% occupancy, this was due to Covid-19 and the effect on various Social Service departments, causing them to either shut down or staff to work from home and basically unable to see and refer clients. If it were not for furlough operating it would have been impossible for us to continue to operate all three units. From here however things began to improve and since then we have continued to follow a generally positive trajectory overall, although it is noticeably quite jagged.

This year we again made a surplus as opposed to the losses experienced in previous years. This is partially due to the ability to furlough staff when occupancy was down.

**Statistics 2020-2021**

This is the second year we have worked with the Covid restrictions, which has to some extent distorted out annual results. With every client needing to go into isolation on admissions for 28 days after a positive case, we have been restricted in the services we could provide. However our statistics are as shown below:-

**Client Numbers 2020-2021**

House	No of clients	No of days	Percentage Occupancy	Previous year % occupancy
Allington	91	5363	92	90
Cornerways	94	5851	80	84
Francis	84	4639	71	68

Overall this is an 81% occupancy for the year an increase of .25% on the previous year. In total we admitted 250 clients. 225 were admitted to only 1 rehab, 19 to 2 rehabs and only 1 client visited all 3 rehabs.

We had a daily received price of £129.87, a weekly average price of £909.10 an increase from £872.73 in the previous year of £36.37 per week.

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

**REPORT OF THE DIRECTORS**  
**For the Year Ended 30 June 2021**

We had 87 detox's giving a total of £87,130.00 with £50,752.00 going to the doctors prescribing service. This gave a gross surplus on Detox's of £36,378.00 an increase on last years surplus for this service of £12,766.00.

This year we altered our bursary scheme. Four clients had a full bursary receiving 58 days of residential support followed by further non-residential support. Other clients were encouraged to pay something towards the costs, varying according to ability to pay, resulting in a further 4 clients receiving 141 days at a less than cost price.

This year we had only 51 private clients, compared with 67 in the previous year, however the length of time stayed over all by private clients was 1932 days giving a mean average of 38 days per client, 2 days longer per client than in the previous year. The shortest stay was 4 days and the longest was 138 days.

**Finances**

Income for the year, fees and donations was £2,694,586 reflecting an increase of £253,957 from the income of 2020 of £2,440,629.

Expenditure was £2,531,524 reflecting an increase of £170,760 from the expenditure of 2020 of £2,360,764.

Included in the above figures is the Valuation of Donations in Kind (for assisted treatment) of £24,809 (2020 £26,045).

Total Reserves amount to £1,274,381 including fixed assets of £1,849,165.

The fixed assets include Land and Buildings of £1,794,171.

**Plans for 2021-2022**

This year we are hopeful that the pandemic will move to the stage of being something we are able to live with, rather than society being shut down each time there is a spike in infections. There is obviously the danger of further variations of the virus so it is important we remain vigilant, but we do need to move forward as an organisation. Therefore for the following year we are hopeful to be able to:

- Introduce the computerised HR package.
  - Introduce the computerised medication package.
  - Introduce the computerised Care planning package.
  - Review everyone's role within the organisation – during Covid all staff needed to 'muck in' at different times, performing tasks outside of their usual remit in the interest of client welfare e.g. supporting clients in isolation on admission, completing new paperwork relating to PPE and other grants.
- However as life changes again it is important to aid all staff to return to their usual roles.

We are both hopeful and alert to any problems in the year ahead. The report on addiction submitted by Dame Carol Black has suggested the need for serious investment into the addiction field. At this time £80M has been made available for this year to ensure the continued survival of treatment facilities including Residential Rehabilitation, such as ours. We await the full response by the government to the report. At this time we are still aware of the potential of further trouble from Covid-19. Although the figures are good at present there is no guarantee that they will remain so, with some experts warning of further trouble as the weather gets colder, plus concerns being raised with regard to transportation of goods and increased inflation.

**Policies on Reserves and investments**

This year our reserves have been used on occasion to assist short term cash shortfalls. We would like to retain one month's running costs in reserve however this is difficult to achieve but is still our target. It was not possible or prudent to use our reserves to reduce the mortgages due to the very high penalties which would have become due. All reserves are held as cash with HSBC.



**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

**REPORT OF THE DIRECTORS**  
**For the Year Ended 30 June 2021**

**Reserves Policy**

StreetScene's policy is to establish a reserve fund under the principles of SORP 2015 (FRS 102).

The reserve fund is to:

1. Provide short-term funding to ensure the company can meet its financial and legal obligations in the event of restricted or fluctuating cash flow. (FINANCIAL)
2. To meet the costs of any future legislation; such as the requirements of extra training, equipment or professional advice or to finance any exceptional unforeseen costs or repairs. (CONTINGENCIES AND RISKS)
3. To take advantage of market opportunities to expand or improve the service provided within the remit of the charities governing documents, including the funding of new projects, central development of management, the funding of furniture and equipment, the training and development needs of its staff and volunteers and the acquisition of suitable premises. (OPPORTUNITIES)

While no figure can be put on the level of the reserve needed as they are beyond the charities control the directors have agreed it would be prudent that a policy that aims to achieve a level of reserves equivalent to one month's unrestricted expenditure is an ideal target.

**Risk Register and Management**

Our risk register this year is based on the NCVO template.

**Likelihood of risk occurring**

- 1 Rare: not likely to happen or will only happen in exception circumstances.
- 2 Unlikely: not expected to happen, but there is a remote possibility that it will occur.
- 3 Possible: may occur on some occasions, but not frequently
- 4 Likely: is likely to occur or will happen on more occasions than not.
- 5 Certain: likely to occur in the majority of cases.

Level of impact	Possible consequents if risk occurs
1 Insignificant	No impact on service No impact on reputation Complaint unlikely Litigation risk remote
2 Minor	Slight impact on service Slight impact on reputation Complaint possible Litigation possible
3 Moderate	Some service disruption Potential for adverse publicity – avoidable with careful handling Complaint probable Litigation probable

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

**REPORT OF THE DIRECTORS**  
**For the Year Ended 30 June 2021**

- |   |             |                                                                                                                                                                                                                            |
|---|-------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 4 | Significant | Service disrupted<br>Adverse publicity not avoidable (local media)<br>Complaint probable<br>Litigation probable                                                                                                            |
| 5 | Major       | Service interrupted for significant time<br>Major adverse publicity not avoidable (national media)<br>Major litigation expected<br>Resignation of senior management and board<br>Widespread loss of beneficiary confidence |

The calculation for the total risk score is likelihood score multiplied by double the impact score.

Resultant scores indicate the following:

Initial risk score	Level	Action level
1-8	Low risk	Accept risk. To be managed at the activity level
9-16	Medium risk	Management action required to reduce risk level to low
17-25	High risk	Significant risk. Board action/awareness required.

Risks are calculated both before and after our current level of controls.

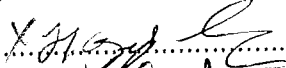

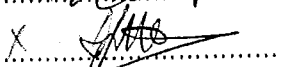

**In summary**

These are challenging times for everyone. We need to remain vigilant to ensure we can continue to help and support people in need. We need to remain vigilant to ensure we can continue to help and support people in need. We need to continually strive to do the best we possibly can for our clients within the restrictions we face, to help them move on from their addiction to become valuable members of society, contributing to the community, whilst at the same time continuing to support all of our staff and volunteers..

**AUDITORS**

The auditors, Stone Osmond Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Signed  (Mrs Hazel Corner)  
Signed  (Mrs Matilda Venter)  
Signed  (Mr D Phillips)  
Signed  (Mrs A Rodgers)

Dated .....18-3-2022  
Dated .....18/3/22  
Dated .....18/3/22  
Dated .....19/03/22

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES**  
**For the Year ended 30 June 2021**

	Note	Unrestricted Funds	Restricted Funds	Total	2020 Total Funds
		£	£	£	£
<b>INCOME AND EXPENDITURE</b>					
Incoming Resources					
Fees	10	2,552,921	-	2,552,921	2,328,436
Donations and grants	11	115,986	870	116,856	86,148
Donations in Kind		24,809	-	24,809	26,045
<b>TOTAL INCOMING RESOURCES</b>		<b>2,693,716</b>	<b>870</b>	<b>2,694,586</b>	<b>2,440,629</b>
Resources Expended					
Direct Charitable Expenditure	12	2,506,477	238	2,506,715	2,334,719
Donations in Kind	11	24,809	-	24,809	26,045
Fundraising and publicity		-	-	-	-
<b>TOTAL RESOURCES EXPENDED</b>		<b>2,531,286</b>	<b>238</b>	<b>2,531,524</b>	<b>2,360,764</b>
Net Incoming/(Outgoing) Resources Before Transfers		162,430	632	163,062	79,865
Transfers between funds		-	-	-	-
Net Incoming/(Outgoing) Resources For The Year		162,430	632	163,062	79,865
Gains/(Losses) on Investments		-	-	-	-
<b>BALANCES BROUGHT FORWARD AS AT 1 JULY 2020</b>		<b>1,105,986</b>	<b>5,350</b>	<b>1,111,336</b>	<b>1,031,534</b>
		1,268,416	5,982	1,274,398	1,111,399
<b>TRANSFER FROM STREETSCENE CHARITABLE TRUST</b>		<b>(17)</b>	<b>-</b>	<b>(17)</b>	<b>(63)</b>
<b>BALANCES CARRIED FORWARD AS AT 30 JUNE 2021</b>		<b>1,268,399</b>	<b>5,982</b>	<b>1,274,381</b>	<b>1,111,336</b>

The notes form part of these financial statements

**STREETSCENE ADDICTION RECOVERY  
COMPANY LIMITED BY GUARANTEE**

**INCOME AND EXPENDITURE ACCOUNT**  
**For the Year Ended 30 June 2021**

	<u>Notes</u>	<u>2021</u> £	<u>2020</u> £
<b>TURNOVER</b>		2,669,777	2,414,584
Administrative expenses		<u>2,477,850</u>	<u>2,298,256</u>
<b>OPERATING (DEFICIT) SURPLUS</b>	3	191,927	116,328
Interest receivable and similar income		<u>-</u>	<u>-</u>
		191,927	116,328
Interest payable and similar charges		<u>28,865</u>	<u>36,463</u>
<b>SURPLUS/(DEFICIT) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		163,062	79,865
Tax on surplus on ordinary activities	4	<u>-</u>	<u>-</u>
<b>SURPLUS/(DEFICIT)/FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<u>163,062</u>	<u>79,865</u>

The notes form part of these financial statements


**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

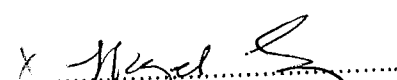
**BALANCE SHEET**  
**30 June 2021**

	Notes	2021 £	2020 £
<b>FIXED ASSETS</b>			
Tangible assets	5	1,849,165	1,912,147
<b>CURRENT ASSETS</b>			
Stock		8,355	28,000
Debtors	6	305,630	292,031
Bank balances and funds in hand		<u>184,770</u>	<u>132,189</u>
		498,755	452,220
<b>CREDITORS</b>			
Amounts falling due within one year	7	<u>213,608</u>	<u>312,838</u>
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<u>285,147</u>	<u>139,382</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		2,134,312	2,051,529
<b>CREDITORS</b>			
Amounts falling due after more than one year	8	<u>859,931</u>	<u>940,193</u>
<b>NET ASSETS</b>		<u>1,274,381</u>	<u>1,111,336</u>
<b>RESERVES</b>			
Unrestricted reserves	9	1,268,399	1,105,986
Restricted reserves	17	<u>5,982</u>	<u>5,350</u>
		<u>1,274,381</u>	<u>1,111,336</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to Small Companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

ON BEHALF OF THE BOARD

  
 Director – M Venter

  
 Director – Mrs Hazel Corner

Approved by the Board on 18 - 3 - 2022

The notes form part of these financial statements

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended 30 June 2021**

**1. STATUTORY INFORMATION**

Streetscene Addiction Recovery is a private company, limited by Guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) – (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Companies Act 2006.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

**Turnover**

Turnover represents provision of services, donations and grants.

**INCOMING RESOURCES**

**Grants, donations and donations in kind**

Income from grants, donations and donations in kind are included in the Statement of Financial Activities when these are received.

**Fees, contributions and other income**

Fees, contributions and other income are included in the Statement of Financial Activities on an accruals basis.

**RESOURCES EXPENDED**

Resources expended are included in the Statement of Financial Activities on an accruals basis, and allocated to each House and Administration (note 10 and 11).

**Tangible fixed assets**

Capitalisation Policy – Capital items relating to the administration/office furniture of the company are capitalised, capital items for the benefit of clients are not capitalised as they are subject to heavy usage and have a short life.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% straight line
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 20% on reducing balance

**Pension**

The company has a defined contribution scheme available to all employees.

These notes form part of the financial statements

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended 30 June 2021**

3. **OPERATING (DEFICIT)/SURPLUS**

The operating deficit is stated after charging:

	<u>2021</u>	<u>2020</u>
	<u>£</u>	<u>£</u>
Depreciation – owned assets	75,505	75,375
Audit	<u>3,000</u>	<u>3,000</u>
Directors emoluments and other benefits etc. (see note 13)	<u>-</u>	<u>-</u>

4. **TAXATION**

No liability to UK corporation tax arose on ordinary activities for the year ended 30 June 2021 or for the year to 30 June 2020 due to its charitable status.

5. **TANGIBLE FIXED ASSETS**

	<u>Freehold Land and Buildings</u>	<u>Fixtures and Fittings</u>	<u>Motor Vehicles</u>	<u>Computer Equipment</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<b>COST OR VALUATION:</b>					
At 1 July 2020	2,539,976	128,635	20,600	63,586	2,752,797
Additions	-	7,038	-	5,485	12,523
Disposals	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 30 June 2021	<u>2,539,976</u>	<u>135,673</u>	<u>20,600</u>	<u>69,071</u>	<u>2,765,320</u>
<b>DEPRECIATION:</b>					
At 1 July 2020	695,005	89,257	17,547	38,841	840,650
Charge for year	50,800	9,281	763	14,661	75,505
Eliminated on disposals	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 30 June 2021	<u>745,805</u>	<u>98,538</u>	<u>18,310</u>	<u>53,502</u>	<u>916,155</u>
<b>NET BOOK VALUE:</b>					
At 30 June 2021	<u>1,794,171</u>	<u>37,135</u>	<u>2,290</u>	<u>15,569</u>	<u>1,849,165</u>
At 30 June 2020	<u>1,844,971</u>	<u>39,378</u>	<u>3,053</u>	<u>24,745</u>	<u>1,912,147</u>

Land and buildings comprise Freehold properties purchased in StreetScene Addiction Recovery at £1,416,886 and Freehold properties transferred from StreetScene Charitable Trust on the winding down of that charity's activities. The properties transferred from the latter were revalued in 2005 at £1,500,000 and were transferred in 2008 at £1,322,640, being the valuation less depreciation to date of transfer.

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<u>2021</u>	<u>2020</u>
	<u>£</u>	<u>£</u>
Fees receivable	288,305	278,983
Other debtors	<u>17,325</u>	<u>13,048</u>
	<u>305,630</u>	<u>292,031</u>

These notes form part of the financial statements

**STREETSCENE ADDICTION RECOVERY  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended 30 June 2021**

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<u>2021</u>	<u>2020</u>
	<u>£</u>	<u>£</u>
Bank loan	-	50,000
Social Security and other taxes	25,219	23,772
Payments in advance	24,642	88,219
Other and accruals	54,620	41,720
Loan - re properties	109,127	109,127
	<u>213,608</u>	<u>312,838</u>

**8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<u>2021</u>	<u>2020</u>
	<u>£</u>	<u>£</u>
Loan repayable by instalments:		
Loan - re properties – one to two years	109,127	109,127
Loan - re properties – two to five years	327,381	327,381
Loan - re properties – over five years	423,423	503,685
	<u>859,931</u>	<u>940,193</u>

The loan is secured by a legal charge over the freehold properties 20 Bradley Road, Bournemouth, 46 Dean Park Road, Bournemouth and 2 Hulse Road, Southampton dated 2 September 2016. The loan is for a period of 15 years ending in September 2031.

**9. RESERVES**

	<u>Income and Expenditure Account 2021 £</u>	<u>Income and Expenditure Account 2020 £</u>
At 1 July 2020	1,111,336	1,031,534
Retained surplus/deficit for year	163,062	79,865
Transfer Streetscene Charitable Trust	(17)	(63)
	<u>1,274,381</u>	<u>1,111,336</u>



**STREETSCENE ADDICTION RECOVERY  
COMPANY LIMITED BY GUARANTEE**

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Analysis of Total Net Asset by Fund

	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total Funds</u>
	<u>£</u>	<u>£</u>	<u>£</u>
Fixed assets	1,849,165	-	1,849,165
Cash at bank and in hand	178,788	5,982	184,770
Other net current assets/liabilities	100,377	-	100,377
Other long term liabilities	(859,931)	-	(859,931)
	<u>1,268,399</u>	<u>5,982</u>	<u>1,274,381</u>

**10. DONATIONS AND GRANTS**

Grants have been received from the Coronavirus Job Retention Scheme amounting to £106,492 (2020 - £61,842)

Donations and grants of £10,364 have been received from other sources who wish to remain anonymous.

**11. DONATIONS IN KIND**

The company in line with its charitable objectives offers assistance and treatment to ex clients at below market cost in circumstances deemed to be appropriate to all concerned. During the year the company provided the equivalent of 191 (2020 - 382) days of such assistance at a valuation of £24,809 (2020-£26,045).

**12. DIRECT CHARITABLE EXPENDITURE**

	<u>2021</u>	<u>2020</u>
	<u>£</u>	<u>£</u>
Allington House	450,461	406,006
Francis House	430,083	400,364
Cornerways	511,568	460,273
Resettlement	545,790	536,313
Depreciation	75,505	75,375
Administration salaries	334,056	317,244
Loan interest	28,865	36,463
Rent of administration office	16,960	16,000
General office	100,303	74,587
Cost of Finance	6,644	5,674
Governance	6,480	6,420
	<u>2,506,715</u>	<u>2,334,719</u>

All direct charitable costs are allocated to the relevant areas and the support costs are allocated on the basis of bed numbers at each location.

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**13. EMPLOYEES**

The company employs a full time equivalent of 63 (2020 - 64) employees. The number of employees was categorised as to 48 (2020 - 49) direct charitable for clients and 15 (2020 - 15) to administration. The total cost of all employees is £1,458,745 (2020 - £1,391,735) which is allocated to each individual House and Administration. There are no employees earning at a rate of over £60,000. The company has a defined benefits contribution scheme, the company contributed £46,976 during the year (2020 £39,664). The company received £106,492 from the Coronavirus Job Retention Scheme; this income is included in Grants (Note 10).

**14. DIRECTORS BENEFIT/REMUNERATION**

The company provides Directors indemnity insurance, this is provided free of charge under the current policy (2020- £Nil). The company also reimbursed expenses and travel costs of £nil (2020 - £nil), the number of directors is four. The Memorandum and Articles preclude the payment of any remuneration.

**15. AUDITOR LIABILITY LIMITATION AGREEMENT**

The liability of the auditor is limited to ten times the fee, per agreement dated 26 July 2012.

**16. RELATED PARTY TRANSACTIONS**

The company is related to StreetScene Charitable Trust due to its mutual Directors. Details of transactions are shown in the Reserves note. The Chief Executive (T Corner) is related to a Trustee (H Corner). The Trustee has no involvement in fixing remuneration for the Chief Executive.

**17. RESTRICTED FUNDS**

	<u>Motor</u>	<u>Football</u>	<u>Fire</u>	<u>Other</u>	<u>Total</u>
Balance brought forward	350	-	5,000	-	5,350
Donation	-	720	-	150	870
Less Expenditure	-	-	-	(150)	(150)
Less Depreciation	(88)	-	-	-	(88)
Balance carried forward	262	720	5,000	-	5,982

These notes form part of the financial statements.

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**  
**For the Year Ended 30 June 2021**

**Independent Auditors' Report to the directors of StreetScene Addiction Recovery**

**Opinion**

We have audited the financial statements of StreetScene Addiction Recovery for the year ended 30 June 2021 which comprise the statement of financial affairs and the balance sheet and 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 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 30 June 2021 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 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 2 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**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you were:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorized for issue.

**Other information**

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine

**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**  
**For the Year Ended 30 June 2021**

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.

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Director's Annual Report (including the Strategic Report).

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 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;
- the financial statements are not in agreement with the accounting records and returns;
- we have not obtained all the information and explanations necessary for the purposes of our audit;
- the directors were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemption in preparing the directors' report and take advantage of the small companies' exemption from the requirement to prepare a strategic report.

**Responsibilities of the directors**

As explained more fully in the directors responsibilities statement (set on page 3), the directors 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 directors 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 directors either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

**Our responsibilities for the audit of the financial statements**

The directors have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly, 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.

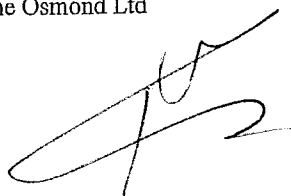
**STREETSCENE ADDICTION RECOVERY**  
**COMPANY LIMITED BY GUARANTEE**  
**For the Year Ended 30 June 2021**

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](http://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 directors, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charity's directors 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 directors as a body, for our audit work, for this report, or for the opinions we have formed.

P G Stone (Senior Statutory Auditor)  
For and on behalf of Stone Osmond Ltd  
Statutory Auditor  
75 Bournemouth Road  
Chandlers Ford  
Eastleigh  
Hants  
SO53 3AP



Date 23-3-2022