

Charity registration number 1118773 (England and Wales)

Company registration number 05841338

STREETSCENE ADDICTION RECOVERY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

STREETSCENE ADDICTION RECOVERY

LEGAL AND ADMINISTRATIVE INFORMATION

Directors	Mr J Dorrington Dr D Phillips Mrs A Rodgers Ms R Pullan
Secretary	Lord T Howson-Green
Charity number	1118773
Company number	05841338
Registered office	108 Cobham Road Ferndown Industrial Estate Wimborne Dorset BH21 7PQ
Auditor	Fiander ETL Stag Gates House 63/64 The Avenue Southampton Hampshire SO17 1XS
Bankers	CAF Bank Limited 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ HSBC 165-176 High Street Poole BH15 1AV
Solicitors	Laccys Solicitors 9 Poole Road Bournemouth Dorset BH2 5QR

STREETSCENE ADDICTION RECOVERY

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STREETSCENE ADDICTION RECOVERY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2025

The trustees present their annual report and financial statements for the year ended 30 June 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

StreetScene Addiction Recovery is a charitable company governed by Memorandum and Articles of Association incorporated on the 8th 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 education, particularly amongst young people, about all matters relating to drug abuse.

Assets

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

Operations

StreetScene operates three residential rehabilitation units being Allington House - Bournemouth (16 beds), Francis House - Southampton (18 beds) and Cornerways – Bournemouth (20 beds) where clients receive residential detoxification and treatment. Additionally, the Unity Project operates 50 tertiary beds as supported accommodation to assist clients to reintegrate.

StreetScene operates for the public benefit in both helping people suffering from addictions and educating both those suffering and those affected by addiction but the result of treating the clients means there is a benefit to society as a whole caused by the lifestyle of those people who are in active addiction.

Review of 2024 to 2025 operations.

This year we have been recovering from previous pressures (see annual report 23 to 24). Clearly inflation is still an unpredictable issue, and the world financial and political situation is very uncertain. We are aware that if finances become more strained in the UK, one of the areas traditionally cut is that of treatment services for addiction despite the increasing problems amongst the younger cohort, with newer drugs such as ketamine and nitazenes.

However, as an organisation we have seen improvements this year. We have had 262 individual clients (as opposed to 255 last year) and provided 115 assisted withdrawals (102 last year). This represents a 2.74% increase in clients and a 12.75% increase in assisted withdrawals. Detox's gave us an income of 167,950 with the prescribing practice receiving £76,120. This gave us an increase to overall turnover of £91,830.

The Buprenorphine injection detox has been proving very successful. For suitable clients it is a single injection administered by the GP which reduces slowly over time. It removed the need to attend the medication room repeatedly for detox medication, allowing the client to begin getting used to life without regular drug use, rather than focusing their attention on the reducing prescription and potential for physical discomfort through withdrawal.

We had an inspection with CQC during the year and were disappointed by the outcome where our 'requires improvement' had not been removed from the 'safe' rating. This is even though we completed the tasks necessary 5 years ago. Following an appeal, we were informed that the rating hadn't changed because only a few areas of 'safe' had been inspected this time, not a sufficient number of areas to increase the average overall, using their new rating method. We were assured that a subsequent visit would be done as soon as CQC are able, however CQC themselves have been found to be failing the care sector by a government investigation. We are not alone with our issues and suspect it will be a long time before this is sorted out. A grave disappointment to all who work here.

STREETSCENE ADDICTION RECOVERY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

Bursary Beds

This year we provided bursary treatment for 7 clients for 396 days, with one in a bursary bed at time of reporting. This includes 3 detox's. We provided assistance for far more clients who were only given limited funding but by virtue of the financial crisis and the lack of appropriate housing needed. This support provided free care for approximately 150 days.

Re-settlement (Unity projects)

At the Unity project we started this financial year with 37 clients, 7 of these are still with us at year end. During the year we worked with a further 64 clients, 36 of whom remained with at year end. This gives a total of 43 clients in our accommodation receiving support at year end.

There have been changes in Unity's running. Diana at Finance has been helping Karen (the manager) to keep better records by writing specific spreadsheets, tailored to her needs. Patrick has also been going regularly to the staff meetings. During the year the project has gone from strength to strength.

Resettlement accepts referrals from StreetScene, as well as from elsewhere, provided individuals are substancefree. These referrals may include probation services, prisons, other treatment providers, and family members.

Public benefit

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

Reserves Policy

StreetScene's policy is to establish a reserve fund as defined by SORP 2000 and the Charity Commission advice CC19.

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 Trustees have agreed it would be prudent that a policy that aims to achieve a level of reserves equivalent to one months' unrestricted expenditure is an ideal target.

This year our reserves have been used on occasion to assist short term cash shortfalls. We would like to retain one months 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

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

Plans for 2025 to 2026

- Review current IT packages.
- Engage with Psychologists and Psychiatrists for referrals.
- Launch the first relapse prevention course.
- Commission and launch a new website to include the Streetscene Academy.
- Ensure a second full staff meeting.
- Organise volunteer training and action it.

Achievements for 2024 to 2025

- New auditor was appointed.
- One full meeting of all staff was set up.
- Chemsex program enhanced - In hand and currently expanding to Francis.
- Relapse prevention certificate was agreed with CPCAB, currently preparing to deliver the course.
- New fundraising strategy adopted.

Structure, governance and management

The company has a structure based on five tiers.

Tier 1: The board of Director/Trustees, 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 trustees 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 Trustees meeting.

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

- CEO - Tessa Corner - Developments, statistics, client advocacy, political and strategic developments.
- COM – Patrick Gormley - The upkeep and occupancy of units, relations with purchasers, expanding client base,
- CFO – Tim Howson-Green - Finance and legal matters
- COT – Zoe Marindale - Ensuring the treatment provided to clients is both consistent and of the highest standard.

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 Re-settlement unit, based at Unity.

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

Tier 4: The staff with external responsibilities, including the finance team, 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, 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
- IT
- Maintenance

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

STREETSCENE ADDICTION RECOVERY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

All key management personnel salaries are approved by the trustees and inflationary increases are applied each year, which is set as a proportion of the inflationary increase applied to other members of staff.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr J Dorrington

Dr D Phillips

Mrs A Rodgers

Ms R Pullan

Recruitment and appointment of trustees

Any member of the body of Trustees is able to nominate further trustees to the board or applications can be received via the local Voluntary Services. If the person is willing to be considered after various checks have been undertaken, including CRB checks, the board can vote a new member on to the board by means of a majority vote.

Statement of trustees' responsibilities

The trustees, who are also the directors of Streetscene Addiction Recovery for the purpose of company law, 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).

Company law 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, including the income and expenditure, of the charitable company 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 UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

Auditor

In accordance with the company's articles, a resolution proposing that Fiander ETL be reappointed as auditor of the company will be put at a General Meeting.

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 continually strive to do the best we possibly can for our clients and staff within the financial constraints we face, to help them move on from their addiction to become happy, healthy and valuable members of society, contributing to the community, whilst at the same time continuing to support all our staff and volunteers.

STREETSCENE ADDICTION RECOVERY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

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

Ms R Pullan
Trustee

28 March 2026

STREETSCENE ADDICTION RECOVERY

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF STREETSCENE ADDICTION RECOVERY

Opinion

We have audited the financial statements of Streetscene Addiction Recovery (the 'charity') for the year ended 30 June 2025 which comprise the statement of financial activities, the balance sheet, the 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 charitable company's affairs as at 30 June 2025 and of its 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 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.

The financial statements for the year ended 31 December 2024 were subject to a qualified audit opinion in respect of stock quantities. The audit team was engaged after the yearend stocktake had taken place and was therefore unable to obtain sufficient appropriate audit evidence regarding the completeness and accuracy of stock. This matter affected the 2024 financial statements only.

For the current year, the charity has changed the manner in which stock is accounted for, as explained in Note 2. The audit report for the current year remains unmodified as a result.

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 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.

STREETSCENE ADDICTION RECOVERY

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF STREETSCENE ADDICTION RECOVERY

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, 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 charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 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 financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience.
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, taxation legislation, data protection, employment, environmental and health and safety legislation.
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management.

STREETSCENE ADDICTION RECOVERY

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF STREETSCENE ADDICTION RECOVERY

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud.
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

Audit response to risks identified

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships.
- tested journal entries to identify unusual transactions.
- tested a sample of bank payments to identify payments being made to unexpected bank accounts.
- performed transactional testing on payroll costs in respect of those employees with responsibility or authority in connection with the payroll function.
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias.
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation.
- enquiring of management as to actual and potential litigation and claims.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://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 charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Adam Buse FCA (Senior Statutory Auditor)

For and on behalf of Fiander ETL, Statutory Auditor

Chartered Accountants

Stag Gates House

63/64 The Avenue

Southampton

Hampshire

SO17 1XS

30 March 2026

STREETSCENE ADDICTION RECOVERY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2025

		Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Notes							
Income and endowments from:							
Donations and legacies	3	35,807	750	36,557	21,036	-	21,036
Charitable activities	4	3,183,876	-	3,183,876	2,834,504	-	2,834,504
Investments	5	3,139	-	3,139	3,412	-	3,412
Other income	6	22,236	-	22,236	-	-	-
Total income		3,245,058	750	3,245,808	2,858,952	-	2,858,952
Expenditure on:							
Charitable activities	7	3,220,726	-	3,220,726	2,929,851	-	2,929,851
Total expenditure		3,220,726	-	3,220,726	2,929,851	-	2,929,851
Net income/(expenditure)		24,332	750	25,082	(70,899)	-	(70,899)
Transfers between funds							
		-	-	-	1,329	(1,329)	-
Net movement in funds	9	24,332	750	25,082	(69,570)	(1,329)	(70,899)
Reconciliation of funds:							
Fund balances at 1 July 2024		1,337,627	-	1,337,627	1,407,197	1,329	1,408,526
Fund balances at 30 June 2025		1,361,959	750	1,362,709	1,337,627	-	1,337,627

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

STREETSCENE ADDICTION RECOVERY

BALANCE SHEET

AS AT 30 JUNE 2025

		2025	2024
	Notes	£	£
Fixed assets			
Tangible assets	13	1,666,044	1,727,397
Current assets			
Stocks	14	-	34,240
Debtors	15	476,778	426,396
Cash at bank and in hand		238,459	135,171
		715,237	595,807
Creditors: amounts falling due within one year	17	(385,432)	(325,782)
Net current assets		329,805	270,025
Total assets less current liabilities		1,995,849	1,997,422
Creditors: amounts falling due after more than one year	18	(573,690)	(659,795)
Provision for other liabilities	19	(59,450)	-
Net assets		1,362,709	1,337,627
The funds of the charity			
Restricted income funds	21	750	-
Unrestricted funds	22	1,361,959	1,337,627
		1,362,709	1,337,627

The notes on pages 12 to 24 form part of these financial statements.

The financial statements were approved by the trustees on 28 March 2026

Ms R Pullan
Trustee

Company registration number 05841338 (England and Wales)

STREETSCENE ADDICTION RECOVERY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2025

	Notes	2025 £	£	2024 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	26		191,381		(67,762)
Investing activities					
Purchase of tangible fixed assets		(20,972)		(48,949)	
Proceeds from disposal of tangible fixed assets		9,187		-	
Repayment of loans		190		665	
Investment income received		3,139		3,412	
Net cash used in investing activities			(8,456)		(44,872)
Financing activities					
Repayment of bank loans		(79,637)		(72,417)	
Net cash used in financing activities			(79,637)		(72,417)
Net increase/(decrease) in cash and cash equivalents			103,288		(185,051)
Cash and cash equivalents at beginning of year			135,171		320,222
Cash and cash equivalents at end of year			238,459		135,171

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

1 Accounting policies

Charity information

Streetscene Addiction Recovery is a private company limited by guarantee incorporated in England and Wales. The registered office is 108 Cobham Road, Ferndown Industrial Estate, Wimborne, Dorset, BH21 7PQ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006, 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 are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

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. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

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 or grantors 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.

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.

1.5 Expenditure

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

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

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

1 Accounting policies

(Continued)

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:

Freehold land and buildings	2% straight line
Fixtures and fittings	20% on straight line
Computers	33% on straight line
Motor vehicles	25% on reducing balance

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 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.9 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.

1.10 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.

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

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.

1.11 Provisions

Provisions are recognised when the charity has a legal or constructive present obligation as a result of a past event, it is probable that the charity will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in net income/(expenditure) in the period in which it arises.

1.12 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.

1.13 Retirement benefits

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

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.

The trustees consider there to be no critical accounting estimates one key area of judgement has been considered below.

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

2 Critical accounting estimates and judgements

(Continued)

Critical judgements

Consumable stock

The company holds consumable stock items such as food, toiletries and household supplied for use in the rehabilitation centres. The directors have exercised judgement in determining that these items do not meet the definition of inventory for recognition on the balance sheet, as they are held for internal consumption rather than sale and are used regularly therefore such items are expensed as incurred.

3 Income from donations and legacies

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Donations and gifts	35,807	750	36,557	21,036	-	21,036

Donated goods and services

The charity 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 charity provided the equivalent of 396 (2024 - 105) days of such assistance at a valuation of £56,854 (2024 - £16,350).

4 Income from charitable activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Rehabilitation income		
Fees receivable	2,503,583	2,282,398
Resettlement income		
Fees receivable	680,293	552,106
	<u>3,183,876</u>	<u>2,834,504</u>

5 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Interest receivable	3,139	3,412

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

6 Other income

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Net gain on disposal of tangible fixed assets	6,644	-
Other income	15,592	-
	<u>22,236</u>	<u>-</u>

7 Expenditure on charitable activities

	Rehabilitation services 2025 £	Resettlement services 2025 £	Total 2025 £	Rehabilitation services 2024 £	Resettlement services 2024 £	Total 2024 £
Direct costs						
Staff costs	619,347	124,675	744,022	992,520	279,577	1,272,097
Allington House	254,361	-	254,361	200,011	-	200,011
Francis House	176,946	-	176,946	187,456	-	187,456
Cornerways	153,823	-	153,823	176,325	-	176,325
Resettlement	-	371,329	371,329	-	370,138	370,138
	<u>1,204,477</u>	<u>496,004</u>	<u>1,700,481</u>	<u>1,556,312</u>	<u>649,715</u>	<u>2,206,027</u>
Share of support and governance costs (see note 8)						
Support	1,332,891	162,453	1,495,344	707,386	4,993	712,379
Governance	24,901	-	24,901	11,445	-	11,445
	<u>2,562,269</u>	<u>658,457</u>	<u>3,220,726</u>	<u>2,275,143</u>	<u>654,708</u>	<u>2,929,851</u>
Analysis by fund						
Unrestricted funds	<u>2,562,269</u>	<u>658,457</u>	<u>3,220,726</u>	<u>2,275,143</u>	<u>654,708</u>	<u>2,929,851</u>

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

8 Support costs allocated to activities

	2025 £	2024 £
Staff costs	1,009,601	349,422
Depreciation	79,782	79,240
Operating lease charges	26,737	23,391
Cost of finance	5,535	6,787
Client welfare	16,424	22,413
Loan interest	52,905	62,266
Premises costs	67,409	18,131
Office expenses	112,359	65,833
Motor	20,235	22,375
Insurance	44,260	37,814
Misc	15,886	17,438
Bad debts	-	1,146
Staff costs	44,211	6,123
Governance costs	24,901	11,445
	<u>1,520,245</u>	<u>723,824</u>
Analysed between:		
Rehabilitation services	1,357,792	718,831
Resettlement services	162,453	4,993
	<u>1,520,245</u>	<u>723,824</u>

9 Net movement in funds

	2025 £	2024 £
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	21,000	9,571
Depreciation of owned tangible fixed assets	79,782	79,240
Profit on disposal of tangible fixed assets	(6,644)	-
Operating lease charges	26,737	23,391
	<u>21,000</u>	<u>112,202</u>

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

11 Employees

The average monthly number of employees during the year was:

2025 Number	2024 Number
66	62
<u>66</u>	<u>62</u>

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

11 Employees (Continued)

Employment costs	2025 £	2024 £
Wages and salaries	1,539,005	1,449,128
Social security costs	144,297	117,526
Other pension costs	70,321	54,865
	<u>1,753,623</u>	<u>1,621,519</u>

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

	2025 Number	2024 Number
£60,001 to £70,000	<u>3</u>	<u>-</u>

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

	2025 £	2024 £
Aggregate compensation	<u>336,162</u>	<u>316,596</u>

Remuneration is paid to Mrs P Howson-Green who is the wife of Lord T Howson-Green, a member of Key management. This totalled £13,200 (2024: £13,200)

12 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

13 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Computers	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 July 2024	2,539,976	220,792	73,746	33,750	2,868,264
Additions	-	6,236	599	14,137	20,972
Disposals	-	-	-	(17,100)	(17,100)
At 30 June 2025	2,539,976	227,028	74,345	30,787	2,872,136
Depreciation and impairment					
At 1 July 2024	898,202	149,401	69,569	23,695	1,140,867
Depreciation charged in the year	50,800	21,624	3,594	3,764	79,782
Eliminated in respect of disposals	-	-	-	(14,557)	(14,557)
At 30 June 2025	949,002	171,025	73,163	12,902	1,206,092
Carrying amount					
At 30 June 2025	1,590,974	56,003	1,182	17,885	1,666,044
At 30 June 2024	1,641,774	71,391	4,177	10,055	1,727,397

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 valuations less depreciation to date of transfer.

14 Stocks

	2025	2024
	£	£
Consumables	-	34,240

15 Debtors

	2025	2024
	£	£
Amounts falling due within one year:		
Trade debtors	352,299	270,460
Other debtors	8,181	10,710
Prepayments and accrued income	116,298	145,226
	476,778	426,396

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

16 Loans and overdrafts

	2025 £	2024 £
Bank loans	660,219	739,857
Payable within one year	86,529	80,062
Payable after one year	573,690	659,795
Amounts included above which fall due after five years:		
Payable by instalments	151,792	269,432

The long-term loans are secured by fixed charges over the 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.

17 Creditors: amounts falling due within one year

	Notes	2025 £	2024 £
Bank loans	16	86,529	80,062
Other taxation and social security		40,865	28,380
Trade creditors		210,887	152,161
Other creditors		6,452	7,152
Accruals and deferred income		40,699	58,027
		385,432	325,782

18 Creditors: amounts falling due after more than one year

	Notes	2025 £	2024 £
Bank loans	16	573,690	659,795

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

19 Provisions for liabilities	2025	2024
	£	£
Dilapidation & Legal	59,450	-
	<u> </u>	<u> </u>

Movements on provisions:

	Dilapidation & Legal
	£
Additional provisions in the year	59,450
	<u> </u>

20 Retirement benefit schemes	2025	2024
Defined contribution schemes	£	£
Charge to profit or loss in respect of defined contribution schemes	70,321	54,865
	<u> </u>	<u> </u>

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

No contributions were outstanding at the balance sheet date (2024: £8,885).

21 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 July 2024	Incoming resources	Transfers	At 30 June 2025
	£	£	£	£
Football	-	750	-	750
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Previous year:	At 1 July 2023	Incoming resources	Transfers	At 30 June 2024
	£	£	£	£
Motor	148	-	(148)	-
Football	81	-	(81)	-
Other	1,100	-	(1,100)	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	1,329	-	(1,329)	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Football

This restricted fund represents income received for the Boscombe Celtic community football team. The funds are restricted for the purpose of supporting the team's activities, including the purchase of kit and other necessary equipment.

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

22 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 July 2024	Incoming resources	Resources expended	Transfers	At 30 June 2025
	£	£	£	£	£
General funds	1,337,627	3,245,058	(3,220,726)	-	1,361,959
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Previous year:	At 1 July 2023	Incoming resources	Resources expended	Transfers	At 30 June 2024
	£	£	£	£	£
General funds	1,407,197	2,858,952	(2,929,851)	1,329	1,337,627
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

23 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total
	2025	2025	2025
	£	£	£
At 30 June 2025:			
Tangible assets	1,666,044	-	1,666,044
Current assets/(liabilities)	329,055	750	329,805
Long term liabilities	(573,690)	-	(573,690)
Provisions	(59,450)	-	(59,450)
	<u>1,361,959</u>	<u>750</u>	<u>1,362,709</u>
	<u> </u>	<u> </u>	<u> </u>
	Unrestricted funds	Restricted funds	Total
	2024	2024	2024
	£	£	£
At 30 June 2024:			
Tangible assets	1,727,397	-	1,727,397
Current assets/(liabilities)	270,025	-	270,025
Long term liabilities	(659,795)	-	(659,795)
	<u>1,337,627</u>	<u>-</u>	<u>1,337,627</u>
	<u> </u>	<u> </u>	<u> </u>

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

24 Operating lease commitments

Lessee

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

	2025 £	2024 £
Within one year	65,745	65,745
Between two and five years	143,279	196,179
In over five years	16,056	28,901
	<u>225,080</u>	<u>290,825</u>

During the year, a lease agreement relating to the prior year was identified which had not been available when the prior year financial statements were prepared. As a result, the comparative information has been restated to include the required operating lease commitment disclosure. The restatement relates to the disclosure only.

25 Related party transactions

Transactions with related parties

One of the Streetscene trustees is also a director of Imperial Homes South Limited.

Purchases of £nil (2024: £5,679) were made from Imperial Homes South Limited in the year.

During the year, the spouse of the CFO was employed by the charity to provide additional support to the finance team. The CFO subsequently requested to reduce their salary to offset the cost of the additional support.

The recruitment, and a decision on the request to reduce the CFO's salary, were approved by the Board of Trustees, without any input from the finance director in accordance with the charity's conflict of interest policy.

STREETSCENE ADDICTION RECOVERY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

26	Cash generated from/(absorbed by) operations	2025	2024
		£	£
	Surplus/(deficit) for the year	25,082	(70,899)
	Adjustments for:		
	Investment income recognised in statement of financial activities	(3,139)	(3,412)
	Gain on disposal of tangible fixed assets	(6,644)	-
	Depreciation and impairment of tangible fixed assets	79,782	79,240
	Movements in working capital:		
	Decrease/(increase) in stocks	34,240	(11,260)
	(Increase) in debtors	(50,572)	(106,500)
	Increase in creditors	53,182	45,069
	Increase in provisions	59,450	-
	Cash generated from/(absorbed by) operations	191,381	(67,762)

27	Analysis of changes in net (debt)/funds	At 1 July 2024	Cash flows	At 30 June 2025
		£	£	£
	Cash at bank and in hand	135,171	103,288	238,459
	Loans falling due within one year	(80,062)	(6,467)	(86,529)
	Loans falling due after more than one year	(659,795)	86,105	(573,690)
		<u>(604,686)</u>	<u>182,926</u>	<u>(421,760)</u>

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