

Charity Registration No. 1141781

Company Registration No. 07198367 (England and Wales)

FOOD REDISTRIBUTION WALES LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

FOOD REDISTRIBUTION WALES LIMITED

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FOOD REDISTRIBUTION WALES LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their report and financial statements for the year ended 31 March 2022.

The financial statements have been prepared in accordance with the accounting policies set out in the notes 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)".

Trustees Statement

Another challenging year for FareShare Cymru and indeed everyone with the continuation of the pandemic and, towards the end of the year, the first signs of the cost living crisis for households across Wales and the UK. However, these challenges certainly underlined the importance of the FareShare network and its joint aims to support local organisations to feed those most in need and to provide an environmental solution to food waste.

This annual report outlines the excellent work undertaken in Wales with all of our original targets met and exceeded. It was also a year of change with an internal restructure of staff and management coupled with an expansion of the team. The Trustees fully supported these changes which, along with our five-year strategy, put FareShare Cymru on a sure footing for the years ahead. With this backdrop coupled with the challenging external environment, it's certainly encouraging that we managed to deliver the equivalent of 3.1 million meals across Wales (3 x our target) through 241 community food partners - a significant achievement seeing food being distributed effectively and efficiently to those that most need it.

2021/22 also saw the 10th anniversary of FareShare Cymru marked by a suitable outdoor celebratory event in November where we invited community food members, supporters, staff and trustees to reflect on these past 10 years.

The accounts this year, having been audited by Azets, reflect strong financial management and scrutiny and show how every penny is used as effectively as possible to remain focused on delivery of our core objectives. Increased staff costs from previous years, reflect the change in structure and expansion and represents how FareShare Cymru, in its 10th year has changed significantly delivering increased benefit for Wales. As ever, Trustees want to thank the staff, volunteers, community food partners and our funders for making FareShare Cymru what it is today.

Trustees play a small role in helping set strategy, provide effective scrutiny of delivery, operations and financial management and, hopefully, provide helpful support and advice where needed. It's a privilege to be part of the FareShare family supporting such an important business and charitable operation here in Wales.

Objectives and activities

Objects

FareShare Cymru's charity's objects ("Objects") are specifically restricted to the following:

- a) the relief of poverty and the preservation and promotion of good nutrition, good health and social improvement among people who are suffering from social, economic or emotional distress in such ways as the Directors may in their absolute discretion think fit but particularly through:
 - (i) the collection and redistribution of surplus food; and
 - (ii) the encouragement of members of the public to undertake voluntary work;
- (b) the advancement of public education in particular but not exclusively by providing training in the voluntary sector; and
- (c) the furtherance, for the benefit of the public, of the conservation, protection and improvement of the physical and natural environment through the reduction of waste (in particular food waste) and its adverse environmental impacts.

FOOD REDISTRIBUTION WALES LIMITED

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

FOR THE YEAR ENDED 31 MARCH 2022

Activities

Food Redistribution Wales Limited is a charity aiming to divert edible surplus food from landfill and instead use it to benefit disadvantaged people in communities across South Wales.

- The charity takes in donations of surplus food from the food industry which are delivered to our depot in Cardiff.
- We then redistribute this food to our Community Food Members who provide meals to people in need.
- By supplying charities with this surplus food, we enable them to save on costs and contribute more to supporting their beneficiaries.
- We aim to support our volunteers by providing training opportunities and improving employability.

Our role

We believe no good food should go to waste.

We redistribute surplus good food to charities who turn it into meals.

Our aim

Our aim is to continue to support local organisations that feed those in need, whilst also providing an ethically, environmentally, and economically sound solution to the food industry. Our operational objectives for 2021/22 are to:

- Divert 890 tonnes of food from disposal as waste across Wales (775 in South Wales)
- Provide food to 230 community food members during the year across Wales (190 in South Wales)
- Enabling estimated savings of circa £1.1million by the third sector across Wales
- Contribute towards 2.1 million meals across Wales (1.8million in South Wales)

We are indebted to the Welsh Government, Moondance Foundation, the Waterloo Foundation and the Landfill Tax Disposals Community Scheme for their financial support, and to TC Consult and the many individuals for their donations, without which none of this would have been possible.

Public benefit

The trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities. FareShare Cymru's focus on tackling food poverty, working in partnership with local charities and community-based organisations, has a direct and positive benefit for many of the most marginalised people in Wales (individuals who are homeless, unemployed, poor, isolated). The charity engages individuals as volunteers in its work and this is open to all members of the community, including the most marginalised. This also provides opportunities for volunteers and others to gain recognition, including accreditation, for the skills they have acquired while working with FareShare Cymru. In addition through the use of surplus food we are reducing waste and reducing carbon emissions.

FOOD REDISTRIBUTION WALES LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

Achievements and performance

Our achievements

2021-22 has been a year of change, development and growth with the continuing uncertainty of the Covid-19 Pandemic and recovery. We continue to implement our ambitious plans to support the Third Sector in Wales and we have expanded the staff team to enable us to achieve this.

During the summer of 2021 we took on three new members of staff including a Finance Manager, Project Officer and Marketing and Communications Coordinator. We also took on another full-time student placement in September 2021 and a new member of staff as Community Food Members Coordinator in December 2021.

We started a Tuesday 'late shift' in April 2021 to enable us to deliver more food to charities that need it and we purchased two additional vans to support our planned expansion into West Wales.

July 2021 saw the 10th anniversary of our first delivery, which we celebrated with an outdoor event at the depot in November 2021.

Food redistributed

In 2021-22 FareShare in Wales redistributed 1482 tonnes of food, of which 857 was surplus. (In South Wales FareShare Cymru redistributed 1343 tonnes, of which 754 was surplus food).

The amount of food delivered equates to 3.1 million meals provided to vulnerable people in South Wales with an extra 0.4 million meals provided in north Wales.

Organisations we support

During 2021-22, we supported 204 organisations in Cardiff, Newport, Bridgend, Merthyr Tydfil, Caerphilly, Rhondda Cynon Taf, Blaenau Gwent, Torfaen, Vale of Glamorgan, Swansea, Neath Port Talbot. We also started our first delivery to Llanelli.

In North Wales, our partners FareShare Merseyside, supported 37 organisations across Anglesey, Conwy, Denbighshire, Flintshire, Gwynedd and Wrexham.

We work with a wide range of organisations, that use food to support their communities in many different ways. Our members include community pantries, homeless hostels and residential settings, housing associations, food co-ops, community cafes, luncheon clubs and cooking programmes, support services run by churches, mosques, schools and community centres and more. The variety of support and community services provided by our members across Wales is incredible.

FOOD REDISTRIBUTION WALES LIMITED

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

FOR THE YEAR ENDED 31 MARCH 2022

Community Food Members supported included:

Aberkenfig Community Church (Aberkenfig Ministries), ACE Pantry, Al-Ikhlās Centre, Arts Factory, Banc Bwyd Cwmaman Food Bank, Bethel Trust Port Talbot, Bethlehem Church Community Group, Brackla Primary School, Cadfield Van, Cadogs Corner Development Group, Canolfan Maerdy, Canolfan y Bont Food Bank, Castleland Community Association, Cefn Cribwr Community Pantry, Cetma, Colcot Primary School, Crossroads, Cwmllynfell Welfare Hall, Eastside Food Bank, Fairwater Primary School Family Action FOOD Club, Feed Newport, FoodCycle – Newport, Garnsychan Partnership, Hangar Community Hub CIC, Hope St Mellons Pantry (HOPE Trust Cardiff), Include Hub, Llanhilleth Miners Institute, Maindee Primary School, Myrtle House, Oakdale Christian Centre, Oasis Cardiff, Ogmore Vale Primary School, Panteg Employees Club, Pentrebanne Zone, Penywaun Primary School, Pillgwenlly Millennium Trust Ltd, Porthcawl Community Pantry, RCGG Vineyard Chapel, RCT Heart Heroes, RCV UK, Rumney Forum, Safer Wales, Splott Community Volunteers, St. Gwladys' Church Hall, St Johns Day Service, Tavs Centre Cardiff, The Holy Trinity Church, The Pantry @YCB, The Wallich Swansea, Trinant Primary School, Van Community Centre, Vernon Place Community Hub, Whiterose Information & Resource Centre, WSSAG (Women Seeking Sanctuary Advocacy Group), Ysgol Gynradd Llandeilo Primary School.

Regional Food Sourcing

In the past year, we've been very fortunate to have worked with a host of new businesses and to deepen our relationship with our fantastic existing suppliers. This has allowed us to provide a social solution to businesses' environmental problems associated with food waste.

We've continued to work with tremendous food businesses like 2 Sisters, Fruitful Cardiff, Bako Wales and Prima Foods, and welcomed donations from new friends including Zorba Foods, Tregroes Waffles, Banc Organics, and South Caernarfon Creamery. The past year has also seen a range of former suppliers donating their surplus to us again, with ample scope for these relationships to grow and develop into the next year.

Surplus With Purpose Cymru Fund

The Surplus with Purpose Cymru fund came to an end in March 2022.

The fund was successful in allowing FareShare Cymru to make it cost-neutral for several businesses to donate their edible food waste to us, and to distribute it amongst our community group and charity members. In total, the fund encouraged more than 32 tonnes of food to be donated to us. In addition to this, the fund's availability allowed us to enter into discussion with a range of new businesses encouraging them to donate their surplus to FareShare Cymru.

Partnerships

Partnerships help us make an even bigger impact: we continued our partnership with FareShare Merseyside to deliver in North Wales, increasing the number of organisations that are supported there; we worked with Food Cardiff who was awarded Silver Sustainable Food Places and the summer holidays saw us supply CCHA's Flourish programme with food for their 'Summer of Picnics' summer holiday project (working with over 500 children) and we worked with many of our school members to supply them with food during the summer holidays, some for their School Holiday Enrichment Programme (SHEP) projects. We are active members of groups including Wales Anti-Poverty Coalition, Cross Party Group on Poverty, Climate Cymru, Food Cardiff, Food Vale, Merthyr Food Prosperity Network, Bridgend Food Network, RCT Food, Carmarthenshire Food Network, Swansea Food Network.

This year we participated in lots of opportunities to spread the word about what we do at FareShare Cymru and to help find solutions to food poverty and food waste. We attended meetings with the Anti-Poverty Coalition, the Cross-Party Group on Poverty, Cardiff Food Poverty Working Group, spoke at a Blaenau Gwent Food Network meeting and Big Bocs Bwyd open mornings, the Food and Drink Sustainability Cluster, Wales Real Food and Farming Conference and to business advisors at the Wales Co-operative Centre. We also attended Taste Wales. As part of our expansion in west Wales, we held a meet and greet event for potential CFM's in Carmarthen.

FOOD REDISTRIBUTION WALES LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

Volunteers

Last year, 153 people volunteered with us, giving over 15 thousand hours of their time. Most of these were regularly volunteering in the depot, including delivery drivers, warehouse assistants and administrative assistants. Several more volunteers supported us remotely with translation, marketing and research along with our marketing and communications placement student. Sadly, due to Covid restrictions, we were unable to run our popular team volunteering days and had a much lower response to the Tesco Food Drive events.

We must give our volunteers a huge cheer for their patience and hard work during Covid. They have been amazing whilst having to adapt to new ways of working and restrictions.

Employability

Last year saw the start of developing our employability offer. We completed one round of three Kickstart placements (at least one now in employment) and at the end of March are halfway through our second run of three. We need to thank South Wales & South West FLT training and Careers Change Wales for their support in providing training. We are looking towards supporting our volunteers with training and support towards employment if they require it.

Happily, we have been able to appoint two of our volunteers to positions within FareShare Cymru. We are also working with FareShare UK towards developing a formalised employability offer over time.

FareShare Go

FareShare Go connects not-for-profit organisations to their local supermarkets to collect unsold surplus food at the end of the day using an app. It is a free project that works with 4 major retailers all across the UK; Tesco, Waitrose, Asda and Booker.

During 2021/22 we redistributed approximately 1030 tonnes of food to 221 unique organisations across all of Wales from 185 individual supermarkets. This is the equivalent of approximately 2.5 million meals with estimated beneficiaries being 20 thousand.

Impact and Value

In 2021/22 FareShare Cymru:

Contributed to the relief of poverty, the advancement of public education and to the conservation, protection and improvement of the physical and natural environment by:

- 857 tonnes of surplus food redistributed to charities and community groups across Wales.
- 3.5 million meals provided to vulnerable people.
- 204 charities and community organisations supported.
- 2,649 tonnes of CO2 emissions saved from a reduction of 857 tonnes food waste.
- 153 volunteers gave over 15,328 hours of their time in South Wales. 8 of our South Wales volunteers went onto paid employment.
- 26 training courses and qualifications gained by our South Wales staff, kickstarters and volunteers, including Food Safety Level 2 and Forklift Truck driving.

FOOD REDISTRIBUTION WALES LIMITED

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

FOR THE YEAR ENDED 31 MARCH 2022

10th Anniversary Celebration

In November 2021, we celebrated our 10th Anniversary celebration by welcoming guests to our warehouse for entertainment, food and a chance to find out more about what we do.

Tours were running throughout the day with guests seeing our warehouse, and fridges and asking questions to our staff. This was an excellent opportunity for our suppliers and members to learn more about how we operate.

The tours were followed by a musical performance organised by one of our volunteers Nick Whiting. Nick is the Associate Leader and First Violin in the BBC National Orchestra of Wales and he put together a performance with fellow volunteers David Simpson and Glyn Price. We also thank Beverley Wescott, Angharad Jones, Heather Thomas and Phil Pinder for their involvement too.

Our lunch was kindly provided by Beca Lyne Pirkis, Welsh cook, food, presenter and semifinalist GBBO 2013. Beca made a Lebanese Vegan Stew with surplus ingredients from the warehouse and inspired our members on how to use chickpeas. We also thanked Beca for making us a birthday cake.

Financial review

The charity made a surplus of £213,966 consisting of an unrestricted surplus of £350,892 and a restricted deficit of £136,926.

Income during 2021-22 increased by over 50% on the previous year. This was primarily due to FareShare Cymru securing an additional £450,000 funding through the Welsh Government Fund in order to tackle food poverty and to support community food organisations in Wales, ensuring that food and essential goods reach those in need. This has been spent on a food purchase enabling us to receive additional food in 2022-23 allowing us to further support organisations supporting clients through the cost of living crisis.

In addition to this membership fees also increased by 27% over the previous year as a result of increasing community food member numbers.

Our other major income sources for 2019-20 were grants from the Moondance Foundation, the Waterloo Foundation and the Landfill Tax Disposals Community Scheme.

Expenditure increased by 52% over the previous year. This was due to us starting to implement our ambitious plans to move towards FareShare throughout Wales. It includes a number of things including increasing staff numbers to ensure that we are able to continue to provide a service in the future. New staff posts include a Finance Manager, Project Officer, a Marketing and Communications Co-ordinator and a Community Food Members Co-ordinator. In addition to this, we also purchased two additional vans to support our expansion into West Wales.

COVID-19 continued to have an impact on operations and finances throughout the year with non-operational staff being primarily based at home and increased cleaning and PPE required for staff and volunteers. We have continued to see our community food membership change, with members doing things differently, emergency providers starting to close and old members re-opening. In addition to COVID-19, the food industry has also been affected by the haulage crisis and the rise in fuel prices, which have also affected us.

FOOD REDISTRIBUTION WALES LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

Risk management

FareShare has a risk management strategy that centres on maintaining a risk register. The initial identification and assessment of risks is done by the Management and the Board of Trustees. The trustees review the risk register on a regular basis: they consider how the risks interact and where to prioritise mitigating actions.

The main categories of risk identified can be segmented into the following main areas:

Food safety - Food redistribution is the essence of what we do. Food safety, its traceability and overall handling are at the core of both our mission and our reputation.

Mitigation: Our policies and procedures enable us to maintain the highest standards as any lapses would ultimately compromise our position of trust and expert authority within the food industry.

Loss of key staff - FareShare Cymru has a small staff team and the loss of any key individual would be significant. **Mitigation:** We ensure that all staff are able to cover a variety of tasks. Putting a succession plan in place.

Securing surplus food - We rely primarily on FareShare UK for our supply of food. Those supplies of food are potentially vulnerable to commercial competition as well as alternative uses such as anaerobic digestion and animal feed.

Mitigation: We have recruited a Food Sourcing Co-ordinator and work closely with FareShare UK to reduce barriers to accepting food.

Income generation - A large proportion of our income is from grants, much of which is short-term. The trustees regularly review forecasts to ensure we are able to adjust our expenditure to deal with changes in projected revenue.

Mitigation: We aim to increase our proportion of earned income over time as can be seen with the increase in membership fees. This is also addressed by our target reserves policy of aiming to cover six to twelve months of ordinary ongoing expenditure.

Operations - FareShare Cymru operates a busy warehouse with potentially hazardous equipment such as forklift trucks and walk-in fridges and a freezer. We have both office-based employees as well as external volunteers coming to work at our sites.

Mitigation: We maintain an up-to-date health and safety manual and ensure consistent communication through training and induction programmes.

In addition to this, we have carried out display screen equipment audits for all employees and conducted a risk assessment for lone workers in the depot, working from home and travelling on works business. Existing risk assessments have been reviewed and updated. A fire risk assessment has been carried out with quotes being sought for remedial action

Reserves Policy

The trustees are of the opinion that, at 31 March 2022, unrestricted funds held by the charity should broadly represent between six to twelve months of the ordinary ongoing expenditure that is in the range of £400,000-£800,000.

At the year end unrestricted funds amount to £1,425,421 (2021 £1,092,364). However, of this £229,012 (2020 £237,213) is represented by unrestricted tangible fixed assets and further designated funds of £480,000 leaving £716,409 (2020 £855,151) as the free reserves of the charity.

At the present time and given the ongoing uncertainty around the impacts of the Covid-19 pandemic, the trustees are of the opinion that the level of general funds is sufficient to meet the ongoing general expenditure.

FOOD REDISTRIBUTION WALES LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

Plans for future periods

Next year our aim is to support local organisations that feed those in need, whilst also providing an ethically, environmentally, and economically sound solution to the food industry.

Our operational objectives for 2022/23 are to:

- Divert 900 tonnes of surplus food
- Provide food to 225 community food members throughout the year
- Contribute towards estimated savings of £1.3million by the third sector
- Contribute towards 2.1 million meals

Structure, governance and management

Governing document and constitution

FareShare Cymru is the trading name of Food Redistribution Wales Ltd. It is a charitable company limited by guarantee (no. 07198367), and registered with the Charity Commission as a charity in England and Wales (no.1141781). FareShare Cymru was incorporated in 2010 and is governed by its Memorandum and Articles of Association adopted on 22nd March 2010. We began operations in July 2011.

Recruitment and appointment of trustees

The Trustees, who are also directors and members of the charitable company, are listed on page 9. Each year, one-third of the trustees retire from office but may stand for re-election according to the procedures set out in the Memorandum and Articles of Association at the next Annual General Meeting.

Trustees are recruited with a range of skills and experience that is needed best to ensure sound governance and strong progress towards the charity's mission and aims. Newly appointed trustees receive an induction that includes making them aware of their legal responsibilities as well as FareShare Cymru's policies, decision making processes, strategic plan and recent financial performance.

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FOOD REDISTRIBUTION WALES LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

Staff pay policy

Our approach to staff pay is designed to ensure that we can attract and retain recruiting high-calibre people to represent its interests. We also believe in rewarding staff fairly for the jobs that they do and fostering a positive working environment, and we believe our salaries and our terms and conditions reflect this.

People are employed at FareShare Cymru on the basis of the specific skills that they bring to their particular role. For FareShare Cymru to run successfully, a range of skills and disciplines are required, and we need to pay appropriately to ensure that we can recruit people with the right skills.

We also need to retain them in a competitive market where their skills are readily transferable to other organisations both in the voluntary sector and in other sectors. FareShare Cymru firmly believes in trying to retain staff for the long-term, developing them and benefiting from their growing knowledge.

The lowest rate of pay is always at least the living wage set by the Living Wage Foundation and takes into account the rate of inflation and organisation affordability. Annual increases are subject to approval by the Board of Trustees.

Fareshare UK

FareShare Cymru is part of the FareShare UK network. This means that we have adopted the FareShare UK food safety manual and its HACCP policy and procedures. We use the FareShare UK Gladys Online Management System to record incoming and outgoing food as well as their online system for Volunteer Management and CFM Management. In addition we agree to follow their branding guidelines.

Fundraising approach

This year our income came from membership fees, government, trusts and foundations, corporate partners and individuals. We are grateful to every supporter and for every gift we receive. All our fundraising is managed by staff and volunteers. The amount of money that we raise from individuals is small (less than 1%).

Our marketing student placement ran a 'Gift a Meal' campaign during December which asked people to donate in exchange for a gift certificate. Two types of content were published; one with a positive angle, and one with a negative angle. This saw £780 donated during the campaign with the negative content performing slightly better.

Due to the closure of Virgin Money Giving, our online donation method is now through JustGiving. We also have a Crowdfunder page that encourages people to donate their Nectar points. Research was done on which platforms were best to use and JustGiving was decided on due to its credibility.

Due to the pandemic, our corporate team volunteering days were put on hold. We also had interest from volunteers to host fundraising events but these were put on hold due to the pandemic.

We do not employ any professional fundraising organisations and received no complaints about our fundraising practices or activities in 2022-23.

FOOD REDISTRIBUTION WALES LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

Reference and administrative details

Company number 07198367

Charity number 1141781

Registered office Unit S5
Capital Buisness Park
Parkway
Cardiff
CF3 2PU

Trustees C Bray
S Harris
J Hunt - Appointed 1 October 2021
S Milburn - Appointed 10 May 2021
H Vadgama
E Waldron - resigned 22 April 2022
J Belcher - Appointed 9 May 2022
N De Longhi - resigned 10 May 2021

Staff S Germain - CEO
G Molan- Head of Operations
P Pinder - Volunteering & Employability Co-ordinator
E Roberts - Assistant Operations Manager
D Richards - Assistant Operations Manager
D King - Assistant Operations Manager
M Lee - Assistant Operations Manager
K Padfield - Head of Development
H Thomas - Project Officer
S Williams - Finance Manager
G Sullivan - Marketing & Communications Co-ordinator
S Stranks - Food Sourcing Co-ordinator
T Mogford - Community Food Members Co-ordinator
D Warburton - Assistant Operations Manager

Auditors Azets Audit Services
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

FOOD REDISTRIBUTION WALES LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022

Bankers

The Co-operative Bank
16-17 High Street
Cardiff
CF10 1AX

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



S Harris- Trustee

Dated:11-7-2022

FOOD REDISTRIBUTION WALES LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2022

The trustees, who are also the directors of Food Redistribution Wales Limited 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; 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.

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

FOOD REDISTRIBUTION WALES LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF FOOD REDISTRIBUTION WALES LIMITED

Opinion

We have audited the financial statements of Food Redistribution Wales Limited (the 'charity') for the year ended 31 March 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the 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 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.

FOOD REDISTRIBUTION WALES LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF FOOD REDISTRIBUTION WALES LIMITED

Matters on which we are required to report by exception

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

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

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

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

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.

FOOD REDISTRIBUTION WALES LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF FOOD REDISTRIBUTION WALES LIMITED

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Use of our report

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

 22-7-2022

Azets Audit Services

**Chartered Accountants
Statutory Auditor**

Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
United Kingdom
CF23 8AB

FOOD REDISTRIBUTION WALES LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF FOOD REDISTRIBUTION WALES LIMITED

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

FOOD REDISTRIBUTION WALES LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
	Notes						
<u>Income and endowments from:</u>							
Donations and legacies	3	503,606	-	503,606	338,882	-	338,882
Charitable activities	4	39,549	896,381	935,930	175,485	423,482	598,967
Investments	5	362	-	362	1,567	-	1,567
Other income	6	-	-	-	1,000	-	1,000
Total income		543,517	896,381	1,439,898	516,934	423,482	940,416
<u>Expenditure on:</u>							
Charitable activities	7	279,655	944,941	1,224,596	225,812	582,247	808,059
Other	10	1,336	-	1,336	-	-	-
Total resources expended		280,991	944,941	1,225,932	225,812	582,247	808,059
Net incoming/ (outgoing) resources before transfers		262,526	(48,560)	213,966	291,122	(158,765)	132,357
Gross transfers between funds		88,366	(88,366)	-	60,448	(60,448)	-
Net income/(expenditure) for the year/ Net movement in funds		350,892	(136,926)	213,966	351,570	(219,213)	132,357
Fund balances at 1 April 2021		1,092,364	294,090	1,386,454	740,794	513,303	1,254,097
Fund balances at 31 March 2022		1,443,256	157,164	1,600,420	1,092,364	294,090	1,386,454

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

All income and expenditure derive from continuing activities.

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

FOOD REDISTRIBUTION WALES LIMITED

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	13		364,012		381,213
Current assets					
Debtors	14	16,483		165,856	
Cash at bank and in hand		1,288,670		1,159,143	
		<u>1,305,153</u>		<u>1,324,999</u>	
Creditors: amounts falling due within one year	15	(68,745)		(319,758)	
Net current assets			1,236,408		1,005,241
Total assets less current liabilities			<u>1,600,420</u>		<u>1,386,454</u>
Income funds					
Restricted funds	18		157,164		294,090
<u>Unrestricted funds</u>					
Designated funds	19	709,012		-	
General unrestricted funds		<u>734,244</u>		<u>1,092,364</u>	
			1,443,256		1,092,364
			<u>1,600,420</u>		<u>1,386,454</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2022, although an audit has been carried out under section 144 of the Charities Act 2011.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 11-7-2022



S Harris - Trustee

Company Registration No. 07198367

FOOD REDISTRIBUTION WALES LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	23		224,825		405,685
Investing activities					
Purchase of tangible fixed assets		(96,364)		(70,835)	
Proceeds on disposal of tangible fixed assets		704		1,000	
Investment income received		362		1,567	
Net cash used in investing activities			(95,298)		(68,268)
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			129,527		337,417
Cash and cash equivalents at beginning of year			1,159,143		821,726
Cash and cash equivalents at end of year			1,288,670		1,159,143

FOOD REDISTRIBUTION WALES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Food Redistribution Wales Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Unit S5, Capital Business Park, Parkway, Cardiff, CF3 2PU, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance 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)". 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 accounts 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.

The charity relies heavily on Welsh Government funding which has been confirmed until March 2023. The charity is currently awaiting a decision from Welsh Government regarding confirmation of future funding past this date.

1.3 Charitable funds

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

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

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

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.

Membership income is recognised in the period to which it relates.

FOOD REDISTRIBUTION WALES LIMITED

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

1 Accounting policies

(Continued)

Grants receivable are treated in different ways dependent upon their purposes and the terms of the grant.

Grants receivable for the specific purpose of purchasing fixed assets for the continued use of the charity are treated as restricted funds. The restricted fund is then reduced by amounts equivalent to the depreciation charges on the assets concerned and will continue to do so over the expected useful lives of the assets concerned.

Grants receivable for specific purposes are also treated as restricted funds so that any unused funds can be separately identified.

Grants receivable to facilitate the general running of the charity for example where the trustees can choose how the funds are expended, are treated as unrestricted funds.

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

1.5 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Expenditure includes VAT as the charity is not VAT registered; therefore VAT is reported as part of the expenditure to which it relates.

"Charitable expenditure" comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

"Support costs" are those costs that, whilst necessary to deliver an activity, do not themselves produce or constitute the output of the charitable activity. This includes governance costs which are those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and costs linked to the strategic management of the charity as well as a proportion of salaries based on an approximation of time spent in this area.

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	4% on cost
Fixtures and equipment	20% on cost
Motor vehicles	25% on cost

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

FOOD REDISTRIBUTION WALES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.7 Impairment of fixed assets

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

1.8 Cash and cash equivalents

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

1.9 Financial instruments

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

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

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

Basic financial assets

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

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

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.

FOOD REDISTRIBUTION WALES LIMITED

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

1 Accounting policies

(Continued)

1.10 Employee benefits

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

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

1.11 Retirement benefits

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

1.12 Taxation

The charity is exempt from corporation tax on its charitable activities.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	133,651	48,169
Membership fees	369,955	290,713
	<u>503,606</u>	<u>338,882</u>

FOOD REDISTRIBUTION WALES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

4 Charitable activities

	2022 £	2021 £
Grants	932,896	598,151
Miscellaneous income	3,034	816
	<u>935,930</u>	<u>598,967</u>
Analysis by fund		
Unrestricted funds	39,549	175,485
Restricted funds	896,381	423,482
	<u>935,930</u>	<u>598,967</u>
Grants		
Welsh Government - Funding Allocation	786,536	158,161
National Lottery Community Fund	28,179	44,255
Asda	8,328	54,129
Welsh Government - Circular Economy Fund	-	158,604
Fareshare UK	28,187	149,669
Waterloo Foundation	41,667	33,333
WCVA	39,999	-
	<u>932,896</u>	<u>598,151</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Interest receivable	<u>362</u>	<u>1,567</u>

FOOD REDISTRIBUTION WALES LIMITED

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

6 Other income

	Total	Unrestricted funds
	2022	2021
	£	£
Net gain on disposal of tangible fixed assets	-	1,000
	<u> </u>	<u> </u>

FOOD REDISTRIBUTION WALES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

7 Charitable activities

	2022 £	2021 £
Staff costs	295,301	206,286
Depreciation and impairment	103,272	81,893
Hire of plant and machinery	1,447	2,987
Rent and service charges	2,812	32,573
Rates	2,426	4,648
Light and heat	13,084	9,212
Insurance	19,228	13,035
Advertising and promotion	11,314	2,045
Motor vehicle expenses	36,568	29,782
Travel and subsistence	912	558
Postage and stationery	2,802	1,388
Telephone and IT costs	6,073	3,190
Staff and volunteer training	9,543	1,048
Volunteer expenses	4,976	5,037
Repairs, renewals, storage and transport	59,378	35,146
Waste disposal costs	4,825	1,443
Food purchases	462,127	289,860
Consultancy fees	-	10,655
	<u>1,036,088</u>	<u>730,786</u>
Grant funding of activities (see note 8)	148,053	40,000
Share of support costs (see note 9)	29,412	32,728
Share of governance costs (see note 9)	11,043	4,545
	<u>1,224,596</u>	<u>808,059</u>
Analysis by fund		
Unrestricted funds	279,655	225,812
Restricted funds	944,941	582,247
	<u>1,224,596</u>	<u>808,059</u>

8 Grants payable

	2022 £	2021 £
Grants to institutions:		
Fareshare North Wales	<u>148,053</u>	<u>40,000</u>

FOOD REDISTRIBUTION WALES LIMITED

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

8 Grants payable

(Continued)

In the current year, a total of £148,053 (2021: £40,000) was awarded to Fareshare North Wales to support the cost of membership fees for new members in North Wales.

9 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Staff costs	10,153	-	10,153	10,153	-	10,153
Depreciation	8,256	-	8,256	8,256	-	8,256
Other costs	11,003	-	11,003	14,319	-	14,319
Audit fees	-	5,400	5,400	-	-	-
Accountancy and bookkeeping	-	5,643	5,643	-	1,815	1,815
Independent examination fees	-	-	-	-	2,730	2,730
	<u>29,412</u>	<u>11,043</u>	<u>40,455</u>	<u>32,728</u>	<u>4,545</u>	<u>37,273</u>
Analysed between Charitable activities	<u>29,412</u>	<u>11,043</u>	<u>40,455</u>	<u>32,728</u>	<u>4,545</u>	<u>37,273</u>

10 Other

	Unrestricted funds 2022	Total £ 2021
Net loss on disposal of tangible fixed assets	1,336	-
	<u>1,336</u>	<u>-</u>

11 Trustees

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

FOOD REDISTRIBUTION WALES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

12 Employees

Number of employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Management	4	2
Administration and project support	9	6
	<u>13</u>	<u>8</u>

Employment costs

	2022 £	2021 £
Wages and salaries	279,815	192,715
Social security costs	18,193	17,158
Other pension costs	7,446	6,566
	<u>305,454</u>	<u>216,439</u>

Key management personnel

The key management personnel of the charity received benefits totalling £120,951 (2021: £80,206).

Employees earning over £60,000

There were no employees whose annual remuneration was £60,000 or more.

FOOD REDISTRIBUTION WALES LIMITED

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

13 Tangible fixed assets

	Freehold land and buildings	Fixtures and Motor vehicles equipment		Total
	£	£	£	£
Cost				
At 1 April 2021	225,000	288,534	202,308	715,842
Additions	-	7,998	88,366	96,364
Disposals	-	(27,385)	(176)	(27,561)
At 31 March 2022	225,000	269,147	290,498	784,645
Depreciation and impairment				
At 1 April 2021	81,000	141,442	112,187	334,629
Depreciation charged in the year	9,000	44,082	58,443	111,525
Eliminated in respect of disposals	-	(25,414)	(107)	(25,521)
At 31 March 2022	90,000	160,110	170,523	420,633
Carrying amount				
At 31 March 2022	135,000	109,037	119,975	364,012
At 31 March 2021	144,000	147,092	90,121	381,213

14 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	11,119	8,426
Prepayments and accrued income	5,364	157,430
	16,483	165,856

15 Creditors: amounts falling due within one year

	Notes	2022	2021
		£	£
Deferred income	16	58,873	179,032
Trade creditors		2,230	138,335
Other creditors		1,251	351
Accruals and deferred income		6,391	2,040
		68,745	319,758

FOOD REDISTRIBUTION WALES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

16 Deferred income

	2022 £	2021 £
Arising from government grants	-	172,994
Arising from membership income	58,873	6,038
	<u>58,873</u>	<u>179,032</u>

Deferred income is included in the financial statements as follows:

	2022 £	2021 £
Balance brought forward	179,032	20,500
Income received	1,182,691	756,683
Income released	(1,302,850)	(598,151)
	<u>58,873</u>	<u>179,032</u>

17 Retirement benefit schemes

Defined contribution schemes

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

The charge to profit or loss in respect of defined contribution schemes was £7,446 (2021: £6,566). Amounts outstanding at the year end totalled £1,251 (2021: £351).

FOOD REDISTRIBUTION WALES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2020 £	Movement in funds			Balance at 1 April 2021 £	Movement in funds			Transfers 31 March 2022 £	Balance at 31 March 2022 £
		Incoming resources £	Resources expended £	Transfers £		Incoming resources £	Resources expended £	Transfers £		
Capital development fund	153,000	-	(9,000)	-	144,000	-	(9,000)	-	-	135,000
Welsh Government Funding Allocation	-	158,161	(158,161)	-	-	786,536	(786,536)	-	-	-
Welsh Government Circular Economy Fund	-	158,604	(433)	(25,621)	132,550	-	(44,184)	(88,366)	-	-
Asda Capital Fund	20,162	32,597	(10,274)	(34,827)	7,658	-	(7,658)	-	-	-
Asda Revenue Fund	23,047	21,532	(43,030)	-	1,549	-	(1,549)	-	-	-
National Lottery Communities Fund	3,849	44,255	(48,104)	-	-	28,179	(28,179)	-	-	-
Welsh Government EU Transition Fund - Revenue	39,587	-	(39,587)	-	-	-	-	-	-	-
Welsh Government EU Transition Fund - Capital	273,658	-	(273,658)	-	-	-	-	-	-	-
Waterloo Foundation	-	8,333	-	-	8,333	41,667	(50,000)	-	-	-
WCVA	-	-	-	-	-	39,999	(17,835)	-	-	22,164
	513,303	423,482	(582,247)	(60,448)	294,090	896,381	(944,941)	(88,366)		157,164

FOOD REDISTRIBUTION WALES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

18 Restricted funds

(Continued)

Capital development fund - funding was received from Welsh Government via Cylch towards the cost of the freehold property and associated fixtures, equipment and motor vehicles. The movement on the fund represents the annual depreciation charge in respect of the restricted assets.

Welsh Government Funding Allocation- funding was received from Welsh Government to provide the charity with financial assistance with its core expenditure to enable the charity to work towards fighting food poverty by tackling food waste.

Welsh Government Circular Economy Fund - funding was received to support the move to a circular economy in Wales - where waste is avoided and materials are kept in use for as long as possible. The funding must be used for vehicles, chill Boxes and chill Plates.

Asda Capital Fund - funding was received to purchase capital assets and to help fund the mezzanine extension.

Asda Revenue Fund - funding was received to fund wages, salary costs and the running costs of the vans.

National Lottery Communities Fund- funding received to fund two staff posts.

Welsh Government EU Transition Fund - funding was received to respond immediately to the potential impacts of Brexit – be that a no-deal scenario where there is a potential crisis in people going hungry, but also in a deal scenario where food prices rise and import / export issues present problems.

Waterloo Foundation - funding was received to support FareShare Cymru's additional expenses during COVID 19 and in addition to support staff costs in 2021-22.

WCVA - Funding received under the Welsh Government's Landfill Disposal Tax Community Scheme (LDTCS).

Transfers between funds - the transfers are in respect of assets purchased, where the purchase of the assets results in the restriction being met.

FOOD REDISTRIBUTION WALES LIMITED

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

19 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds			
	Incoming resources	Balance at 1 April 2021	Transfers	Balance at 31 March 2022
	£	£	£	£
Fixed asset fund	-	-	229,012	229,012
Capital reserve	-	-	120,000	120,000
Business development reserve	-	-	150,000	150,000
Environmental improvements reserve	-	-	110,000	110,000
Repairs reserve	-	-	100,000	100,000
	<u>-</u>	<u>-</u>	<u>709,012</u>	<u>709,012</u>

Fixed asset fund

Relates to the transfer of the charity's unrestricted net book value of its fixed assets.

Capital reserve

To maintain and/or increase the asset position of Fareshare Cymru to help maximise opportunities to generate income and/or invest in future projects.

Business development reserve

To fund investment in new projects and developments that lead to the improved sustainability and reach of the Fareshare Cymru. This may include developing a new operational activity or developing into a new area.

Environmental improvements reserve

To fund investment in infrastructure or capital that improves the environmental performance of FareShare Cymru.

Repairs reserve

To fund unexpected repairs that are needed to the building

FOOD REDISTRIBUTION WALES LIMITED

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

20 Analysis of net assets between funds

Fund balances at 31 March 2022 are represented by:

Tangible assets

Current assets/(liabilities)

	Unrestricted funds 2022 £	Designated funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Tangible assets	-	229,012	135,000	364,012	237,213	144,000	381,213
Current assets/(liabilities)	734,244	480,000	22,164	1,236,408	855,151	150,090	1,005,241
	734,244	709,012	157,164	1,600,420	1,092,364	294,090	1,386,454

FOOD REDISTRIBUTION WALES LIMITED

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

21 Operating lease commitments

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:

	2022 £	2021 £
Within one year	1,037	706
Between two and five years	259	1,176
	<u>1,296</u>	<u>1,882</u>

22 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).

23 Cash generated from operations

	2022 £	2021 £
Surplus for the year	213,966	132,357
Adjustments for:		
Investment income recognised in statement of financial activities	(362)	(1,567)
Loss/(gain) on disposal of tangible fixed assets	1,336	(1,000)
Depreciation and impairment of tangible fixed assets	111,528	90,149
Movements in working capital:		
Decrease/(increase) in debtors	149,370	(86,928)
(Decrease)/increase in creditors	(130,854)	93,642
(Decrease)/increase in deferred income	(120,159)	179,032
Cash generated from operations	<u>224,825</u>	<u>405,685</u>

24 Analysis of changes in net funds

The charity had no debt during the year.

