

REGISTERED COMPANY NUMBER: 07488966 (England and Wales)  
REGISTERED CHARITY NUMBER: 1142010

**REPORT OF THE TRUSTEES AND  
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022  
FOR  
STOREROOM 2010**

Bright Brown Limited  
Chartered Accountants  
Exchange House  
St. Cross Lane  
Newport  
Isle of Wight  
PO30 5BZ

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FOR THE YEAR ENDED 31 DECEMBER 2022**

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## STOREROOM 2010

### REFERENCE AND ADMINISTRATIVE DETAILS FOR THE YEAR ENDED 31 DECEMBER 2022

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#### TRUSTEES

T C Day Director  
B M A S Rouse Director  
R Gully Director  
P Noctor Director  
Mrs T Day Director  
Mrs E M Mackenzie Director

#### REGISTERED OFFICE

1 Mariners Way  
Cowes  
Isle of Wight  
PO31 8PD

#### REGISTERED COMPANY NUMBER

07488966 (England and Wales)

#### REGISTERED CHARITY NUMBER

1142010

#### INDEPENDENT EXAMINER

Bright Brown Limited  
Chartered Accountants  
Exchange House  
St. Cross Lane  
Newport  
Isle of Wight  
PO30 5BZ

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 DECEMBER 2022**

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2022. The trustees have adopted the provisions of 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**

**Objectives and aims**

The principal objects are:

- the prevention and relief of poverty by supplying donated furniture and household goods at minimal cost to people in need;
- the protection and preservation of the environment by encouraging re-use/recycling of donated furniture and household goods; and
- the relief of unemployment for the benefit of the public in such ways as may be thought fit including the provision of training, employment, work experience and volunteering opportunities.

**Alleviation of poverty and environment**

The principal objective of Storerroom2010, has always been to assist with the prevention and relief of poverty, providing the means for those less fortunate within our community to access a wide range of good quality second hand furniture, bedding, curtains, household goods and kitchen appliances at a minimal price.

In recent years the environmental aspect has come to the fore, a proportion of the general public now have a keen interest and enthusiasm in re-use and recycling. The amount of re-useable items, in terms of tonnage, that we save from landfill is of great interest to the community and also the local authorities, who are under constant scrutiny by central government to reduce the vast amounts of waste created by our modern society. We see Storerroom2010 as a valuable tool to assist with this ongoing problem and a means to help reduce future landfill figures to an acceptable amount.

**Public benefit**

Storerroom2010 is a true community asset and through the hard work and perseverance of staff, volunteers and management over the last twelve years it has become the reliable go to destination for those on a low income looking to improve their home living standards without receding into or compounding debt. We have bespoke schemes with two local housing associations supplying goods to their clients from a monetary 'pot' lodged with us prior to applications. Over 40 Island agencies provide advice and support; they treat Storerroom2010 as their first point of call when looking to assist clients with upgrading their current home living conditions. Clients may be physically and or mentally impaired or maybe experience difficulty securing gainful employment. They sometimes suffer abuse and/or relationship problems; many recent cases exacerbated by financial problems compounded by the Covid-19 pandemic. On a positive note, the opportunity to volunteer for Storerroom2010, helps people to regain confidence and self-worth; for our community spirited clients, we provide a chance for them to put something back!

**Volunteers**

At Storerroom2010 the staff are all very proud of their achievements since we first opened our doors. We are very aware however, that without our volunteers or as we call them "Team Storerroom" who are the lifeblood of our charity, we would not be where we are now. Our team perform a range of services including assisting in the shop and warehouse areas, some administrative tasks as well as helping the drivers with their collections and deliveries, even occasionally driving when needed.



**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 DECEMBER 2022**

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**OBJECTIVES AND ACTIVITIES**

**Volunteers continued**

For five years up until November 2020 we also successfully operated the Island's Bulky Waste collection service in collaboration with the Isle of Wight Council and Amey PLC, this could not have been done without the reliability and dedication of some of the longer standing members of Team Storeroom. Unfortunately, despite having the option to renew this contract, we chose to withdraw, mainly due to the strain Covid-19 put upon our staff and volunteers. As it turned out this was the correct decision, as periodic self-isolation of staff would have made it impossible for us to operate reliably, as Storeroom is our main priority. This last year, although we were able to operate without lockdowns, we found some of our volunteer pool did not return to us.

Our Trustees give their sincere thanks for the efforts of the entire volunteer team, young and old, without whose hard work and tireless support, Storeroom would have had difficulty providing that much needed level of service for our community; particularly during these challenging times.

**ACHIEVEMENT AND PERFORMANCE**

Since Storeroom2010's beginnings at Bridge Road, Cowes back in, yes you guessed it, 2010, we always adopted a slightly different approach to many other charities; brought about in part due to lessons learnt prior to 2010 when the Storeroom Project (as it was called when part of Real World Trust), relied upon grant funding to operate. This created uncertainty as to the sustainable future of the project, during what would prove to be difficult times with the onset of Government austerity measures. A lack of suitable funding opportunities eventually forced the decision by Real World Trust to close the Storeroom project.

The then Manager and longstanding staff member, unwilling to accept this, felt Storeroom could be saved, but decided a more business-like approach was needed and having reached an agreement to take over the reins, made cost covering the first priority. This was achieved by opening for longer hours and not restricting access to the general public.

A two-tier pricing policy, one for the general public and the other for referred clients was introduced. It was uncertain whether this would be the answer, however within six months we had achieved our first goal and were meeting running costs. Once this financial milestone was achieved, we were able to plan ahead.

One area where we were lacking knowledge was in fundraising, so a decision was made to enlist the services of a professional fundraising organisation to train our managerial staff in the art of attracting funders, in order to further expand and help secure the future of this much needed community asset. Over six months, this was a steep learning curve for our team, but very valuable.

With the help of some grant monies and the fantastic support for the project from the general public we were able to take positive steps year on year. In June 2013 we moved into newer, more suitable rented premises with customer parking, heat and running water (absolute luxury!). We upgraded to more reliable and respectable looking vans for our collections and deliveries, provided relevant on-site training for our staff and volunteers, and better point of sale equipment with the till capable of applying Gift Aid etc, etc.

We were able to attract the interest of SASC (Social & Sustainable Capital) who provided lending, along with a huge amount of help and support with securing a large sum towards a deposit from Power to Change. This enabled us (with the SASC loan) to purchase the premises in which we now reside, further securing our long-term future within the local community.

Under the advice of our accountants, we have worked towards building up a sustainable reserve to meet future running costs which we continue to maintain, and any surplus monies are used to promote and improve our community project, The Cowes Men's Shed, which was established in May 2018.

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 DECEMBER 2022**

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We continue to be frugal and have never pushed beyond what our finances would allow. This tactic has paid off, and with the financial government support received during the first two challenging years of the Covid-19 pandemic, we can foresee a brighter future again and feel Storeroom is in a good position to move forward and take on new challenges.

Storeroom, because of its retail model, had no option but to close its doors throughout the duration of all three Covid-19 lockdowns with staff furloughed for the most part. The management took turns to work behind the scenes, maintaining a point of contact during normal hours for furloughed staff as well as answering business/customer queries, we made the best use of the time during our closure to catch up with some of those tasks that had been on the to do list for too long.

In preparation during first lockdown, some re-organising of stock and spacing in order to create an open ended route around the warehouse along with relevant signage was put up, sanitiser and blue roll was made available with dispensers fitted in appropriate locations around the warehouse and staff areas. When given the green light to re-open, staff were requested to return to work in advance so that we could perform a deep clean and reinforce the importance of following protocols required to comply with government directives, which throughout 20-21 and into 2022 we continued to adhere to.

There had been a degree of uncertainty as to whether our customers would continue to be comfortable with the Storeroom shopping experience, however after each of the three lockdowns, we were relieved that business quickly returned to pre pandemic levels. Some of our older volunteers took the decision not to return due to health concerns and we respected that decision. However, they are missed by us all.

With regards to the Covid-19 pandemic, it has been agreed by Trustees and management that no change to our current strategy is warranted as our business model has been and continues to be effective and successful.

We have ambitious plans to expand the retail area by increasing our mezzanine floor and provide easier access for our disabled customers. This would increase our square footage by about one third. Architect's plans were drawn up and approved and planning permission in place. The Covid-19 pandemic slowed progress, but it is still our aim to take this forward as soon as the time is right, we are successful sourcing funding and the opportunity presents.

**Cowes Men's Shed Project**

Regarding the Cowes Men's Shed, our aim has been to make best use of the facility in order to generate funds towards the long-term continuation of the project. Raising plants from seed and propagating cuttings for sale from our polytunnels has proved useful. Some members fabricate wooden planters, bird tables, feeders and garden ornaments, as well as occasionally refurbishing pieces of furniture, which provides a welcome boost to the Shed running costs. We continually pursue funding to help cover staff wages in order to maintain a nominal level of service, and to date the cost has proved to be manageable.

Although there was some doubt as to whether Covid-19 would cause some hesitation to return amongst our elderly members after the lockdown, this has proved not to be the case and in fact there has been a welcome and enthusiastic response with members eager to get out of their homes and socialise, whilst performing some useful tasks for themselves, their friends and family and for our charity.

Thanks to sensible reviewing of Covid-19 guidelines in late 2020, the Shed was able to remain open throughout the second and third lockdowns and continued to offer a safe sanctuary to shed members, some expressed extreme loneliness and isolation during the first lockdown. We managed to enrol new members throughout this time too.

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 DECEMBER 2022**

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**FINANCIAL REVIEW**

**Financial position**

Total income for the year amounted to £310,393 (2021 - £234,645). The total cost of charitable activities amounted to £267,818 (2021 - £244,866). The net surplus for the year amounted to £42,575 (2021 - £10,221 deficit). Unrestricted funds and restricted funds carried forward at the end of the year amounted to £493,537 and £23,131 respectively (2021 - £446,126 and £27,967).

**Unrestricted funds**

At the end of the year, £345,333 (2021 - £300,921) was designated to the tangible fixed assets fund and £25,000 (2021 - £25,000) was designated to the special projects fund. The remaining balance of £123,203 (2021 - £120,205) is held as free reserves.

**Principal funding sources**

During 2022, Storeroom 2010 was awarded a National Lottery Reaching Communities Fund grant totalling £254,459, to be paid over five years, for our Men in Sheds community project. We received two payments of £24,279 each in 2022, with eight further payments to follow.

**Investment policy and objectives**

The Trustees have the power to invest in such assets as they see fit. The charity keeps its assets in short term deposits, which can be accessed readily.

**Reserves policy**

As always, the management exercise caution and diligence handling the company accounts. A strategy of maintaining six months running costs in reserve has been maintained despite the impact of the Covid-19 lockdowns. This has been possible due to taking advantage of the Government furlough scheme and also the awarding of the Government's Retail and Hospitality grants, made available through our local Council.

It has been agreed by the Trustees that at this time it would be untenable to increase our reserves and we will continue to hold 10-15k of unallocated reserves which can be used as a safety net should there be any further disruption to trade, possibly as a result of further Covid restrictions. All major projects are on the back burner until such times as we, the Trustees feel it is safe to move forward. The previously mentioned improvements to the warehouse mezzanine will progress as soon as we feel it is safe to commit funds from our reserves and assuming some grant funding can be sourced.

**FUTURE PLANS**

Amongst Storeroom's planned future projects, better disabled facilities and a lift to the mezzanine, are part of our forward plan when financially viable. We plan to expand the retail area by increasing our mezzanine floor to double its present size and thus, when the lift is installed, it would provide easier access for customers with mobility issues. These works will increase our total square footage by about one third. Architect's plans were drawn up and approved and relevant planning permission was granted, however the Covid pandemic set us back and permission has since lapsed, and due to some difficulty attracting funding towards the project costs we have had to put this on hold until an opportunity presents.

A further project including the installation of solar panels to enhance our green credentials has been achieved for our Community Project, The Cowes Men's Shed thanks, in part to a National Lottery grant surplus. We also were able to replace the shed's lighting and install LED as a low energy alternative, however the lions share of the works is still to be done within the Storeroom2010 warehouse and office areas. We will continue to look for funding towards this stage however the cost of living crisis is likely to make this a struggle.

Very much a dream at this time, we want to work towards electric vans for our deliveries and collections as this will take us closer to our aim of one day becoming carbon neutral but this is unlikely to happen within the next five years.

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 DECEMBER 2022**

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**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The company is Limited by Guarantee and was incorporated on 11 January 2011. Its governing document is its Memorandum and Articles of Association as amended by special resolution registered at Companies House on 28 April 2011.

**Recruitment and appointment of new trustees**

In 2020, due to the Covid-19 pandemic, two of our board members resigned as they were deemed to be in high-risk groups. Our ideal target minimum, six members was reduced to three having lost two members and gaining one during the previous year.

We have found that six or more members are needed in order to bring the required wealth of knowledge to the table and are pleased to have been able to attract two new Trustees, both vetted and approved by the existing board in the usual way, bringing us back up to the preferred six.

**Organisational structure**

General Manager, Shop/Warehouse Manager, Funding Co-ordinator and three other staff are all jointly involved with organising our volunteer team on a day to day basis. However, the responsibility for the performance of that team lies with the General Manager who is required to report daily to the CEO. The General Manager liaises with all departments to provide performance reports at Trustee meetings.

**Induction and training of new trustees**

When enrolling new Trustees, it is required that they familiarise themselves with the charity commission guidance available relating to their new role.

**Risk management**

Storeroom2010 attributes its success to strict adherence to its principal values. To protect the long-term financial viability of the project through shrewd management and our main priority being to continue to provide and to protect this valuable and much needed community asset into the future, always working to procure, but never relying upon grant funding to cover core costs.

Upon start-up there was, as with any new venture, an element of risk, but within six months of re-modelling, Storeroom was able to cover daily running costs and with prudent management of cashflow, this has allowed for steady growth.

Storeroom2010, continues to work towards building a stable future asset for the community and having taken ownership of our warehouse and the adjoining unit, we have the ability to plan long term and where necessary, adapt and evolve to meet our community's changing needs.

Unsurprisingly, one possible risk not accounted for was a pandemic. The Trustees felt it was unwise in such a situation to push forward with costly projects that might leave us financially vulnerable assuming the possibility of continued government lockdowns and restrictions.

**The Risks**

1. Retail provides no guaranteed income, and we rely upon the support of the Island community for our continued success.
2. There will always be the threat of new competition, however we have weathered several start-up projects already, with no adverse effect.
3. Sourcing enough reasonable quality stock was thought to be a possible problem, however, to date we have never run up against this, and regularly, although this is not the preferred option, have to delay collections until we have adequate space for displaying goods.

REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 DECEMBER 2022

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**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Risk management continued**

4. The risk from the Covid pandemic has been somewhat of an unknown, however we are glad to say we survived the various lockdowns and restrictions and feel we have seen the worst effects of the pandemic and now look toward a brighter future.

Our reserves combined with the available Government grant assistance allowed us some degree of safety, however it would be foolish to think we are impervious, and we will continue to monitor our finances closely and exercise caution until such times as we feel all impediments to our trading have passed.

Approved by order of the board of trustees on 30/05/2023 and signed on its behalf by:

  
.....  
Mrs E M Mackenzie - Trustee

**Independent examiner's report to the trustees of Storeroom 2010 ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2022.

**Responsibilities and basis of report**

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

**Independent examiner's statement**

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



D Stevens

Bright Brown Limited  
Isle of Wight

Date: 2/6/2023

STOREROOM 2010

STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	1,022	2,645	3,667	2,558
<b>Charitable activities</b>					
Prevention and relief of poverty and protection and preservation of the environment	5	253,141	-	253,141	207,776
Men in Sheds		-	50,807	50,807	22,163
Other trading activities	3	2,489	-	2,489	2,136
Investment income	4	289	-	289	12
<b>Total</b>		<u>256,941</u>	<u>53,452</u>	<u>310,393</u>	<u>234,645</u>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>					
Prevention and relief of poverty and protection and preservation of the environment	6	225,495	-	225,495	201,690
Men in Sheds		4,174	38,149	42,323	43,176
<b>Total</b>		<u>229,669</u>	<u>38,149</u>	<u>267,818</u>	<u>244,866</u>
<b>NET INCOME/(EXPENDITURE)</b>		27,272	15,303	42,575	(10,221)
Transfers between funds	20	20,139	(20,139)	-	-
<b>Net movement in funds</b>		47,411	(4,836)	42,575	(10,221)
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		446,126	27,967	474,093	484,314
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>493,537</u>	<u>23,131</u>	<u>516,668</u>	<u>474,093</u>

The notes form part of these financial statements

**BALANCE SHEET**  
**31 DECEMBER 2022**

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	14	564,497	-	564,497	543,989
<b>CURRENT ASSETS</b>					
Debtors	15	17,358	-	17,358	12,376
Cash at bank and in hand		135,153	23,132	158,285	164,985
		<u>152,511</u>	<u>23,132</u>	<u>175,643</u>	<u>177,361</u>
<b>CREDITORS</b>					
Amounts falling due within one year	16	(30,484)	-	(30,484)	(28,472)
<b>NET CURRENT ASSETS</b>		<u>122,027</u>	<u>23,132</u>	<u>145,159</u>	<u>148,889</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		686,524	23,132	709,656	692,878
<b>CREDITORS</b>					
Amounts falling due after more than one year	17	(192,988)	-	(192,988)	(218,785)
<b>NET ASSETS</b>		<u>493,536</u>	<u>23,132</u>	<u>516,668</u>	<u>474,093</u>
<b>FUNDS</b>	20				
Unrestricted funds				493,536	446,126
Restricted funds				<u>23,132</u>	<u>27,967</u>
<b>TOTAL FUNDS</b>				<u>516,668</u>	<u>474,093</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements



BALANCE SHEET - continued  
31 DECEMBER 2022

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

The financial statements were approved by the Board of Trustees and authorised for issue on 30/05/2023 and were signed on its behalf by:

  
E M Mackenzie - Trustee

**1. ACCOUNTING POLICIES****Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

**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.

**Charitable activities**

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.

**Governance costs**

Governance costs include those costs associated with meeting and constitutional and statutory requirements of the charity and include independent examination fees and costs linked to the strategic management of the charity.

**Allocation and apportionment of costs**

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs that relate to a particular activity are allocated directly, others are apportioned between activities in line with their respective proportion of the total incoming resources.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- not provided
Improvements to property	- not provided
Plant and machinery	- 25% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 25% on cost

The useful economic life of the charity's freehold buildings is reviewed regularly and they are maintained to such a standard that their estimated residual value is not less than their cost or valuation. Under the circumstances depreciation is not charged as the trustees are of the opinion that it would be insignificant and as such does not impair a true and fair view.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES - continued

**Taxation**

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

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

2. DONATIONS AND LEGACIES

	Unrestricted funds	Restricted funds	2022 Total funds	2021 Total funds
	£	£	£	£
Donations	<u>1,022</u>	<u>2,645</u>	<u>3,667</u>	<u>2,558</u>

3. OTHER TRADING ACTIVITIES

	Unrestricted funds	Restricted funds	2022 Total funds	2021 Total funds
	£	£	£	£
Sale of MIS goods	<u>2,489</u>	<u>-</u>	<u>2,489</u>	<u>2,136</u>

4. INVESTMENT INCOME

	Unrestricted funds	Restricted funds	2022 Total funds	2021 Total funds
	£	£	£	£
Deposit account interest	<u>289</u>	<u>-</u>	<u>289</u>	<u>12</u>

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2022

5. INCOME FROM CHARITABLE ACTIVITIES

		2022 £	2021 £
	Activity		
	Prevention and relief of poverty and protection and preservation of the environment	250,012	161,283
Sale of donated goods			
	Prevention and relief of poverty and protection and preservation of the environment	3,129	3,021
Gift aid			
	Prevention and relief of poverty and protection and preservation of the environment	-	42,889
Grants			
	Prevention and relief of poverty and protection and preservation of the environment	-	583
SHG admin fees			
	Men in Sheds	50,807	22,163
Grants			
		<u>303,948</u>	<u>229,939</u>

Grants received, included in the above, are as follows:

	2022 £	2021 £
Men in Sheds	-	12,163
Coronavirus Job Retention Scheme	-	18,824
Retail, Hospitality and Leisure Grant Fund	-	16,500
Kickstart Scheme	-	7,565
National Lottery Reaching Communities	48,557	-
Garfield Weston Foundation	-	10,000
Isle of Wight Council Mental Wellbeing Funding	2,000	-
Newport & Carisbrooke Community Council	250	-
	<u>50,807</u>	<u>65,052</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 7) £	Support costs (see note 8) £	Totals £
Prevention and relief of poverty and protection and preservation of the environment	222,538	2,957	225,495
Men in Sheds	41,673	650	42,323
	<u>264,211</u>	<u>3,607</u>	<u>267,818</u>

**7. DIRECT COSTS OF CHARITABLE ACTIVITIES**

	2022	2021
	£	£
Staff costs	177,232	165,117
Hire of plant and machinery	1,794	1,242
Insurance	6,455	5,979
Light, heat and water	5,937	4,299
Telephone	1,440	1,620
Postage and stationery	1,102	1,200
Advertising	2,726	1,860
Sundries	1,277	1,708
Health care	2,324	1,572
Motor and travel expenses	14,598	11,205
Volunteers' expenses	1,297	1,055
Professional fees	362	1,453
Repairs and renewals	1,193	7,449
Subscriptions	2,131	1,917
Refreshments	2,407	1,388
Staff training	947	625
Streamline charges	1,833	1,482
Bank charges	584	-
Non-recoverable input VAT	1,913	-
Depreciation	19,499	15,036
Loss on sale of assets	-	(3,271)
Interest payable and similar charges	17,160	18,361
	<u>264,211</u>	<u>241,297</u>

**8. SUPPORT COSTS**

	Governance costs
	£
Prevention and relief of poverty and protection and preservation of the environment	2,957
Men in Sheds	650
	<u>3,607</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

**8. SUPPORT COSTS - continued**

Support costs, included in the above, are as follows:

**Governance costs**

			2022	2021
	Prevention and relief of poverty and protection and preservation of the environment £	Men in Sheds £	Total activities £	Total activities £
Professional fees	-	-	-	61
Independent examiners' fees	1,377	303	1,680	1,570
Independent examiners' fees for other services	1,580	347	1,927	1,938
	<u>2,957</u>	<u>650</u>	<u>3,607</u>	<u>3,569</u>

**9. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation - owned assets	19,499	15,036
Hire of plant and machinery	1,794	1,242
Surplus on disposal of fixed assets	-	(3,271)
	<u>21,293</u>	<u>12,997</u>

**10. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2022

# 11. STAFF COSTS

The average monthly number of employees during the year was as follows:

	2022	2021
Charitable activities	8	8

No employees received emoluments in excess of £60,000.

The Chief Executive Officer and General Manager are considered key management personnel. The total employee benefits for these posts were £58,825 (2021 - £69,319).

# 12. MATERIAL TRANSFERS

Restricted fund expenditure of a capital nature, mainly the purchase of equipment, is included in fixed asset additions at the time of the purchase.

An amount equal to the lower of the income received in respect of the equipment or the cost of this equipment is transferred from the restricted fund to the unrestricted fund, provided that this equipment may be used by the charity for its general application.

Depreciation on this equipment will be charged against unrestricted funds. A transfer from the restricted fund to the unrestricted fund will not be made for fixed asset additions that are not capable of being used by the charity for general application. Depreciation in respect of this type of asset will be charged against restricted funds.

# 13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	568	1,990	2,558
<b>Charitable activities</b>			
Prevention and relief of poverty and protection and preservation of the environment	207,776	-	207,776
Men in Sheds	-	22,163	22,163
Other trading activities	2,136	-	2,136
Investment income	12	-	12
<b>Total</b>	<b>210,492</b>	<b>24,153</b>	<b>234,645</b>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Prevention and relief of poverty and protection and preservation of the environment	200,743	947	201,690
Men in Sheds	2,700	40,476	43,176
<b>Total</b>	<b>203,443</b>	<b>41,423</b>	<b>244,866</b>

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2022

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
<b>NET INCOME/(EXPENDITURE)</b>	7,049	(17,270)	(10,221)
Transfers between funds	24,028	(24,028)	-
<b>Net movement in funds</b>	31,077	(41,298)	(10,221)
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	415,049	69,265	484,314
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>446,126</u>	<u>27,967</u>	<u>474,093</u>

14. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
<b>COST</b>			
At 1 January 2022	514,313	13,405	25,363
Additions	-	10,321	6,820
At 31 December 2022	<u>514,313</u>	<u>23,726</u>	<u>32,183</u>
<b>DEPRECIATION</b>			
At 1 January 2022	-	6,107	22,587
Charge for year	-	3,121	3,013
At 31 December 2022	<u>-</u>	<u>9,228</u>	<u>25,600</u>
<b>NET BOOK VALUE</b>			
At 31 December 2022	<u>514,313</u>	<u>14,498</u>	<u>6,583</u>
At 31 December 2021	<u>514,313</u>	<u>7,298</u>	<u>2,776</u>



NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2022

## 14. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 January 2022	53,210	8,023	614,314
Additions	21,995	871	40,007
At 31 December 2022	75,205	8,894	654,321
<b>DEPRECIATION</b>			
At 1 January 2022	35,035	6,596	70,325
Charge for year	12,465	900	19,499
At 31 December 2022	47,500	7,496	89,824
<b>NET BOOK VALUE</b>			
At 31 December 2022	27,705	1,398	564,497
At 31 December 2021	18,175	1,427	543,989

## 15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	-	146
Other debtors	908	2,769
VAT	5,631	850
Prepayments	10,819	8,611
	17,358	12,376

## 16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Bank loans and overdrafts (see note 18)	26,177	24,284
Social security and other taxes	1,995	1,916
Other creditors	4	-
Accrued expenses	2,308	2,272
	30,484	28,472

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

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

	2022	2021
	£	£
Bank loans (see note 18)	<u>192,988</u>	<u>218,785</u>

**18. LOANS**

An analysis of the maturity of loans is given below:

	2022	2021
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>26,177</u>	<u>24,284</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>27,927</u>	<u>25,907</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>67,804</u>	<u>72,218</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	97,257	120,660

**19. SECURED DEBTS**

The following secured debts are included within creditors:

	2022	2021
	£	£
Bank loans	<u>219,165</u>	<u>243,069</u>

The bank loan is secured by a legal charge on the charity's freehold property.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2022

## 20. MOVEMENT IN FUNDS

	At 1.1.22 £	Net movement in funds £	Transfers between funds £	At 31.12.22 £
<b>Unrestricted funds</b>				
General fund	120,205	46,770	(43,772)	123,203
Designated fund (tangible fixed assets)	300,921	(19,499)	63,911	345,333
Designated fund (special projects)	25,000	-	-	25,000
	<u>446,126</u>	<u>27,271</u>	<u>20,139</u>	<u>493,536</u>
<b>Restricted funds</b>				
Men in Sheds	27,967	(5,220)	(18,620)	4,127
National Lottery Reaching Communities	-	20,524	(1,519)	19,005
	<u>27,967</u>	<u>15,304</u>	<u>(20,139)</u>	<u>23,132</u>
<b>TOTAL FUNDS</b>	<u>474,093</u>	<u>42,575</u>	<u>-</u>	<u>516,668</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	256,941	(210,171)	46,770
Designated fund (tangible fixed assets)	-	(19,499)	(19,499)
	<u>256,941</u>	<u>(229,670)</u>	<u>27,271</u>
<b>Restricted funds</b>			
Men in Sheds	4,894	(10,114)	(5,220)
National Lottery Reaching Communities	48,558	(28,034)	20,524
	<u>53,452</u>	<u>(38,148)</u>	<u>15,304</u>
<b>TOTAL FUNDS</b>	<u>310,393</u>	<u>(267,818)</u>	<u>42,575</u>

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2022

## 20. MOVEMENT IN FUNDS - continued

## Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
<b>Unrestricted funds</b>				
General fund	115,826	18,814	(14,435)	120,205
Designated fund (tangible fixed assets)	274,223	(11,765)	38,463	300,921
Designated fund (special projects)	25,000	-	-	25,000
	<u>415,049</u>	<u>7,049</u>	<u>24,028</u>	<u>446,126</u>
<b>Restricted funds</b>				
Men in Sheds	52,879	(16,323)	(8,589)	27,967
Power To Change	16,386	(947)	(15,439)	-
	<u>69,265</u>	<u>(17,270)</u>	<u>(24,028)</u>	<u>27,967</u>
<b>TOTAL FUNDS</b>	<u>484,314</u>	<u>(10,221)</u>	<u>-</u>	<u>474,093</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	210,492	(191,678)	18,814
Designated fund (tangible fixed assets)	-	(11,765)	(11,765)
	<u>210,492</u>	<u>(203,443)</u>	<u>7,049</u>
<b>Restricted funds</b>			
Men in Sheds	24,153	(40,476)	(16,323)
Power To Change	-	(947)	(947)
	<u>24,153</u>	<u>(41,423)</u>	<u>(17,270)</u>
<b>TOTAL FUNDS</b>	<u>234,645</u>	<u>(244,866)</u>	<u>(10,221)</u>

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2022

20. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.22 £
<b>Unrestricted funds</b>				
General fund	115,826	65,584	(58,207)	123,203
Designated fund (tangible fixed assets)	274,223	(31,264)	102,374	345,333
Designated fund (special projects)	25,000	-	-	25,000
	<u>415,049</u>	<u>34,320</u>	<u>44,167</u>	<u>493,536</u>
<b>Restricted funds</b>				
Men in Sheds	52,879	(21,543)	(27,209)	4,127
Power To Change	16,386	(947)	(15,439)	-
National Lottery Reaching Communities	-	20,524	(1,519)	19,005
	<u>69,265</u>	<u>(1,966)</u>	<u>(44,167)</u>	<u>23,132</u>
<b>TOTAL FUNDS</b>	<u>484,314</u>	<u>32,354</u>	<u>-</u>	<u>516,668</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	467,433	(401,849)	65,584
Designated fund (tangible fixed assets)	-	(31,264)	(31,264)
	<u>467,433</u>	<u>(433,113)</u>	<u>34,320</u>
<b>Restricted funds</b>			
Men in Sheds	29,047	(50,590)	(21,543)
Power To Change	-	(947)	(947)
National Lottery Reaching Communities	48,558	(28,034)	20,524
	<u>77,605</u>	<u>(79,571)</u>	<u>(1,966)</u>
<b>TOTAL FUNDS</b>	<u>545,038</u>	<u>(512,684)</u>	<u>32,354</u>

**Transfers between funds**

During the year, the following amounts were transferred between funds:

£52,374 was transferred from the general fund to the designated fund (tangible fixed assets). This amount represents the movement in the net value of tangible fixed assets less any liabilities owing in relation to those assets as at the year end.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

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**20. MOVEMENT IN FUNDS - continued**

**Transfers between funds - continued**

£10,018 was transferred from the Men in Sheds restricted fund to the designated fund. This represents amounts received as restricted income towards the cost of purchasing assets for use by Men in Sheds, the purchases of which were completed during the year. The use of these assets will be for unrestricted charitable activities.

£7,934 was transferred from the Men in Sheds restricted fund to the general fund. This amount represents loan repayments in respect of 25/26 Somerton Industrial Park, the building used by Men in Sheds, financed from restricted fund income. £1,611 of this relates to loan interest which is included in unrestricted expenditure and allocated to the Men in Sheds activity and the remaining £6,323 relates to the capital repayments of the loan.

£1,519 was transferred from the National Lottery Reaching Communities restricted fund to the designated fund. This represents amounts received as restricted income towards the cost of purchasing assets for use by Men in Sheds, to which this funding relates, the purchases of which were completed during the year. The use of these assets will be for unrestricted charitable activities.

£668 was transferred from the Men in Sheds restricted fund to the general fund. This amount represents expenditure incurred by the general fund, financed from restricted fund income.

**21. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 December 2022.