

THE ROAD TO RECOVERY TRUST

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

COMPANY REGISTRATION NUMBER: 07847240

CHARITY REGISTRATION NUMBER: 1144882

CONTENTS

FOR THE YEAR ENDED 31 MARCH 2022

	Page
Report of the Trustees	2
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8

We continue to work in closer collaboration with the city council and the local authority treatment system. Although the board re-affirmed their desire not to work in a contracted capacity with the council, we agreed to support every effort Third Sector to encourage people blighted with addiction into recovery.

In the coming year, we will seek to strengthen our financial position and re-open the café to provide a safe place for everyone, and create opportunities to improve the employability prospects of those in early recovery. We will seek to work even more closely with the City Council and other partners to transform the area from one with the highest rates of mortality from addiction to a region with the highest rates of recovery.

Financial Review

The trustees considered the overall financial position and state of affairs of the charity at the balance sheet date to be satisfactory and remain cautiously optimistic as regards to the future.

It is the intention of the Trustees to increase the cash backed unrestricted funds, which are the free reserves of the Charity, to cover 6 months expenditure.

Structure, governance and Management Governing Document

The Road to Recovery Trust is a company limited by guarantee and not having a share capital, governed by its Memorandum and Articles of Association dated 14 November 2011 which were amended by special resolution 28 December 2012. It is also a charity registered with the Charity Commission. The members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the company in the event of winding up during their year of membership and within one year of their ceasing to be a member.

Appointment of Trustees

The power to appoint trustees rests with the members of the company.

There has been a complete change in board during this financial year with the aim of changing our direction and improve our offerings to the local community.

Trustees' Induction and Training

Trustees are appointed based on them having the skills to manage a charity dealing with complex issues and vulnerable individuals. The trustees have implemented induction procedures aimed at ensuring that new trustees understand their roles and obligations. As part of these procedures, trustees will be encouraged to attend appropriate internal and external training events to facilitate the understanding of their roles.

THE ROAD TO RECOVERY TRUST (REGISTRATION NUMBER: 07847240)

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2022

CHARITY REFERENCE AND ADMINISTRATIVE INFORMATION

Company Registration No: 07847240

Charity Registration No: 1144882

Registered Office: 45-51 George Street
Newcastle upon Tyne
NE4 7JN

Trustees/Directors: Mr O Bell
Mr A Cameron
Ms R Bell
Mr J Dixon – resigned 16/05/21
Mrs A Brudenell – resigned 26/10/21
Mr M Anderson – resigned 10/11/21
Mr M Henderson – resigned 10/11/21

Independent Examiner: Martin Cusworth ACMA
JBC Management Solutions Ltd
155 Middle Drive
Ponteland
Northumberland
NE20 9DU

Bankers: HSBC
110 Grey Street
Newcastle upon Tyne
NE1 6JG

Approved by the Trustees on 31 December 2022 and signed on their behalf by:



Ranjana Bell,
Trustee

I report on the financial statements of the company for the year ended 31 March 2022, which are set out on pages 6 to 12.

Respective Responsibilities of Trustees and Examiner

As the charity trustees of the company (and also, it's directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the Companies Act 2006 ('the 2006 Act').

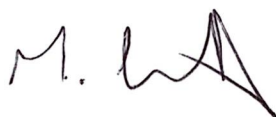
Having satisfied myself that the financial statements of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's financial statements as carried out under section 145 of the Charities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

Independent Examiner's Statement

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 that in any material respect:

- Accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
- The financial statements do not accord with those records; or
- The financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the financial statements give a 'true and fair view' which is not a matter considered as part of an independent examination; or
- The financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting charities applicable to charities preparing their financial statements 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 financial statements to be reached.



Martin Cusworth ACMA
JBC Management Solutions Ltd
155 Middle Drive
Ponteland
Northumberland
NE20 9DU

THE ROAD TO RECOVERY TRUST (REGISTRATION NUMBER: 07847240)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2022

	NOTE	Unrestricted Funds	Restricted Funds	Total Funds 2022	Total Funds 2021
Incoming Resources:-					
Incoming Resources from generated funds					
Voluntary Income	3	90,022	76,580	166,602	216,054
Incoming Resources from Charitable Activities	4	54,045	-	54,045	20,221
Total Incoming Resources		<u>144,067</u>	<u>76,580</u>	<u>220,647</u>	<u>236,275</u>
Resources Expended:-					
Costs of generating funds					
Costs of generating voluntary income	5	-	27,440	27,440	15,161
Charitable Activities	6	108,987	62,594	171,581	165,141
Governance costs	7	9,762	27,440	37,202	27,575
Total resources expended before transfers		<u>118,748</u>	<u>117,475</u>	<u>236,223</u>	<u>207,877</u>
Net Income (Expenditure) for year		25,319	(40,895)	(15,576)	28,398
Transfers between Funds		<u>25,319</u>	<u>(40,895)</u>	<u>(15,576)</u>	<u>28,398</u>
Total Funds brought forward		(24,840)	68,179	43,339	14,941
Total Funds carried forward		<u>479</u>	<u>27,284</u>	<u>27,763</u>	<u>43,339</u>

The charity has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charity are classed as continuing.

THE ROAD TO RECOVERY TRUST (REGISTRATION NUMBER: 07847240)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

BALANCE SHEET

FOR THE YEAR ENDED 31 MARCH 2022

Balance Sheet
As At 31st March 2022

	Note	2022	2021
Tangible Fixed Assets	11	42,437	47,735
CURRENT ASSETS			
Stock		50	250
Debtors & Prepayments	12	40,755	150
Cash at Bank & In Hand		31,310	77,244
		<u>72,115</u>	<u>77,644</u>
CURRENT LIABILITIES			
Amounts falling due within one year	13	(86,789)	(82,040)
NET CURRENT ASSETS		<u>(14,674)</u>	<u>(4,396)</u>
TOTAL ASSETS less CURRENT LIABILITIES		<u>27,763</u>	<u>43,339</u>
RESERVES			
Profit & Loss Account		27,763	43,339
TOTAL RESERVES		<u>27,763</u>	<u>43,339</u>

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

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

The trustees acknowledge their responsibilities for:

- (i) ensuring that the charitable company keeps proper accounting records which comply with Sections 386 and 387 of the Companies Act 2006; and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of the financial Year and of its surplus or deficit for the 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.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the directors and trustees on 31 December 2022 and signed on their behalf by:

Ranjana Bell,
Trustee

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchanges for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

(d) Expenditure Recognition

All expenditure is accounted for on an accruals basis inclusive of VAT and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the heading of expenditure on charitable activities including governance cost.

(e) Support Costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs and governance costs. They are incurred directly in support of expenditure on the objects of the charity. Where support costs cannot be directly attributed to particular headings they have been allocated to the expenditure on charitable activities on a basis consistent with use of the resources.

(f) Tangible Fixed Assets

Tangible fixed assets are stated at costs less accumulated depreciation. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Improvements to Leasehold	over the period remaining on the lease
Fixtures & Fittings	over the period remaining on the lease
Computer Equipment	33% Straight Line

(g) Stocks

Stocks are stated at the lower of cost and estimated selling prices less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition.

(h) Debtors and Creditors Receivable/Payable Within One Year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price.

(i) Leases

Rentals payable under operating leases are charged to the SoFA on a straight-line basis over the period of the lease.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

(j) Tax

The charity is an exempt charity within the meaning of Schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

(k) Going Concern

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

3. Grants & Donations

	Unrestricted 2022	Restricted 2022	Total Funds 2022	Total Funds 2021
Grant - Aviva crowd funding	-	1,005	1,005	700
Grant - Community Foundation	-	16,469	16,469	7,628
Grant - Edward Gostlin	1,000	-	1,000	-
Grant - Main Grants	33,750	1,235	34,985	25,700
Grant - National Lottery	34,825	-	34,825	8,375
Grant - Postcode lottery	-	12,000	12,000	-
Grant - New castle City Council	12,520	1,200	13,720	45,761
Grant - NHS - Cumbria/Northumberland	-	11,800	11,800	-
Grant - Tudor Trust	-	18,750	18,750	2,000
Grant - Other	-	-	-	40,050
Grant - Job Retention Scheme	-	14,121	14,121	64,751
Donations	7,927	-	7,927	21,089
	<u>90,022</u>	<u>76,580</u>	<u>166,602</u>	<u>216,054</u>

Income from grants and donations was not attributable to restricted funds

4. Incoming resources from charitable activities

	Unrestricted 2022	Restricted 2022	Total Funds 2022	Total Funds 2021
Café Income	25,175	-	25,175	2,422
Room Rental	28,870	-	28,870	17,799
Other	-	-	-	-
	<u>54,045</u>	<u>-</u>	<u>54,045</u>	<u>20,221</u>

THE ROAD TO RECOVERY TRUST (REGISTRATION NUMBER: 07847240)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

5. Costs of generating funds

	Unrestricted 2022	Restricted 2022	Total Funds 2022	Total Funds 2021
Operating expenses	-	-	-	-
Staff costs	-	27,440	27,440	15,161
	<u>-</u>	<u>27,440</u>	<u>27,440</u>	<u>15,161</u>

6. Cost of charitable activities

	Unrestricted 2022	Restricted 2022	Total Funds 2022	Total Funds 2021
Operating expenses	69,013	38,755	107,768	87,494
Staff costs	39,974	23,840	63,813	77,647
	<u>108,987</u>	<u>62,594</u>	<u>171,581</u>	<u>165,141</u>

7. Governance costs

	Unrestricted 2022	Restricted 2022	Total Funds 2022	Total Funds 2021
Legal and professional fees	9,762	-	9,762	12,414
Salaries and office costs	-	27,440	27,440	15,161
	<u>9,762</u>	<u>27,440</u>	<u>37,202</u>	<u>27,575</u>

The average number of staff employed by the charity during the financial year was as follows

	2022 No	2021 No
Project support, coaching staff and administration.	5	6

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

11. Fixed Assets

	Leasehold Improvem ents	Office Equipment	Fixtures & Fittings	Website	Catering Equipm ent	Total
COST						
At 1st April 2021	43,887	752	45,413	5,520	305	95,877
Additions	3,410	3,068	700	-	700	7,878
At 31st March 2022	<u>47,298</u>	<u>3,820</u>	<u>46,113</u>	<u>5,520</u>	<u>1,005</u>	<u>103,756</u>
Depreciation						
At 1st April 2021	(22,190)	(511)	(22,696)	(2,440)	(305)	(48,143)
Charge for the Year	(5,185)	(1,144)	(4,774)	(1,840)	(233)	(13,177)
At 31st March 2022	<u>(27,376)</u>	<u>(1,655)</u>	<u>(27,471)</u>	<u>(4,280)</u>	<u>(538)</u>	<u>(61,320)</u>
Net Book Value						
At 31st March 2022	<u>19,922</u>	<u>2,165</u>	<u>18,642</u>	<u>1,240</u>	<u>467</u>	<u>42,436</u>
At 1st April 2021	21,698	241	22,716	3,080	-	47,734

12. Debtors & Prepayments

	2022	2021
Trade Debtors, net of provisions	7,413	150
Prepayments	33,342	-
TOTAL DEBTORS & PREPAYMENTS	<u>40,755</u>	<u>150</u>

13. Current Liabilities

	2022	2021
Trade Creditors	(39,117)	(14,341)
PAYE & Other Taxes	(6,108)	(11,100)
Loans	-	-
Accrued Charges and Deferred Income	(41,564)	(56,599)
TOTAL CREDITORS & ACCRUALS	<u>(86,789)</u>	<u>(82,040)</u>