

Company registration number: CE001579

Charity registration number: 1158156

Breakeven

Annual Report and Financial Statements

for the Year Ended 31 March 2021

Breakeven

Contents

Reference and Administrative Details	1
Independent Examiner's Report	2
Statement of Financial Activities	3
Balance Sheet	4
Notes to the Financial Statements	5 to 10

Breakeven

Reference and Administrative Details

Charity Registration Number	1158156
Company Registration Number	CE001579
Registered Office	95 Ditchling Road Brighton East Sussex BN1 4ST
Accountants	SRC-Time Ltd 2nd Floor Stanford Gate South Road Brighton East Sussex BN1 6SB

Breakeven

Independent Examiner's Report to the trustees of Breakeven ("the Company")

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2021.

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 Breakeven 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.

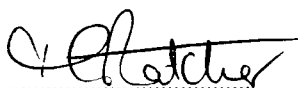
Independent examiner's statement

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of , 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 Breakeven 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.



2nd Floor
Stanford Gate
South Road
Brighton
East Sussex
BN1 6SB

Date: 26/1/2022

Breakeven

Statement of Financial Activities for the Year Ended 31 March 2021 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2021 £
Income and Endowments from:			
Donations and legacies	2	857,530	857,530
Investment income	3	16	16
Other income		55,583	55,583
Total income		913,129	913,129
Expenditure on:			
Charitable activities	4	(861,968)	(861,968)
Total expenditure		(861,968)	(861,968)
Net income		51,161	51,161
Net movement in funds		51,161	51,161
Reconciliation of funds			
Total funds brought forward		103,098	103,098
Total funds carried forward		154,259	154,259
		Unrestricted funds £	Total 2020 £
	Note		
Income and Endowments from:			
Donations and legacies	2	801,439	801,439
Total income		801,439	801,439
Expenditure on:			
Charitable activities	4	(830,240)	(830,240)
Total expenditure		(830,240)	(830,240)
Net expenditure		(28,801)	(28,801)
Net movement in funds		(28,801)	(28,801)
Reconciliation of funds			
Total funds brought forward		131,899	131,899
Total funds carried forward		103,098	103,098

All of the charity's activities derive from continuing operations during the above two periods.

The notes on pages 5 to 10 form an integral part of these financial statements.

Breakeven

(Registration number: CE001579)
Balance Sheet as at 31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	8	31,683	15,520
Current assets			
Debtors	9	33,271	29,999
Cash at bank and in hand		<u>106,609</u>	<u>95,387</u>
		139,880	125,386
Creditors: Amounts falling due within one year	10	<u>(17,304)</u>	<u>(37,808)</u>
Net current assets		<u>122,576</u>	<u>87,578</u>
Net assets		<u>154,259</u>	<u>103,098</u>
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		<u>154,259</u>	<u>103,098</u>
Total funds		<u>154,259</u>	<u>103,098</u>

For the financial year ending 31 March 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements on pages 3 to 10 were approved by the trustees, and authorised for issue on 12/1/22 and signed on their behalf by:

Wayne Keane

Mr Wayne Andrew Keane
Chairman

The notes on pages 5 to 10 form an integral part of these financial statements.

Breakeven

Notes to the Financial Statements for the Year Ended 31 March 2021

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with 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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

Breakeven meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Income and endowments

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

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

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.

Breakeven

Notes to the Financial Statements for the Year Ended 31 March 2021

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £100.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Office equipment	25% straight line
Fixtures & fittings	25% reducing balance

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Breakeven

Notes to the Financial Statements for the Year Ended 31 March 2021

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

2 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Grants, including capital grants; Grants from other charities	857,530	857,530
Total for 2021	857,530	857,530
Total for 2020	801,439	801,439

3 Investment income

	Unrestricted funds General £	Total funds £
Interest receivable and similar income; Interest receivable on bank deposits	16	16
Total for 2021	16	16

4 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total 2021 £
Staff costs		451,169	451,169
Allocated support costs	5	33,551	33,551
Activities undertaken directly		377,248	377,248
		861,968	861,968

Breakeven

Notes to the Financial Statements for the Year Ended 31 March 2021

	Note	Unrestricted funds General £	Total 2020 £
Staff costs		425,616	425,616
Allocated support costs	5	35,064	35,064
Activities undertaken directly		369,560	369,560
		<u>830,240</u>	<u>830,240</u>

5 Analysis of support costs

Support costs allocated to charitable activities

	Basis of allocation	Information technology £	Administration costs £	Other support costs £	Total funds £
Telephone and fax	A	-	9,845	-	9,845
Rates	A	-	3,191	-	3,191
Computer software and maintenance	A	2,431	-	-	2,431
Printing, postage and stationery	A	-	219	-	219
Accountancy fees	A	-	-	3,863	3,863
Legal and professional fees	A	-	-	7,506	7,506
Depreciation	A	-	-	6,382	6,382
Other interest payable	A	-	-	114	114
Total for 2021		<u>2,431</u>	<u>13,255</u>	<u>17,865</u>	<u>33,551</u>
Total for 2020		<u>7,223</u>	<u>11,551</u>	<u>16,661</u>	<u>35,435</u>

Basis of allocation

Reference	Method of allocation
A	Unrestricted funds

6 Net incoming/outgoing resources

Net incoming/(outgoing) resources for the year include:

	2021 £	2020 £
Depreciation of fixed assets	<u>6,382</u>	<u>4,771</u>

Breakeven

Notes to the Financial Statements for the Year Ended 31 March 2021

7 Staff costs

The aggregate payroll costs were as follows:

	2021 £	2020 £
Staff costs during the year were:		
Wages and salaries	398,699	373,464
Social security costs	36,605	36,459
Pension costs	7,781	7,356
Other staff costs	8,084	8,337
	<u>451,169</u>	<u>425,616</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2021 No	2020 No
Number of staff	<u>12</u>	<u>12</u>

8 Tangible fixed assets

	Furniture and equipment £	Total £
Cost		
At 1 April 2020	22,820	22,820
Additions	<u>22,545</u>	<u>22,545</u>
At 31 March 2021	<u>45,365</u>	<u>45,365</u>
Depreciation		
At 1 April 2020	7,300	7,300
Charge for the year	<u>6,382</u>	<u>6,382</u>
At 31 March 2021	<u>13,682</u>	<u>13,682</u>
Net book value		
At 31 March 2021	<u>31,683</u>	<u>31,683</u>
At 31 March 2020	<u>15,520</u>	<u>15,520</u>

9 Debtors

	2021 £	2020 £
Other debtors	<u>33,271</u>	<u>29,999</u>

Breakeven

Notes to the Financial Statements for the Year Ended 31 March 2021

10 Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	1,494	264
Other taxation and social security	12,593	21,528
Other creditors	1,517	14,316
Accruals	1,700	1,700
	<u>17,304</u>	<u>37,808</u>

11 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £7,356 (2020 - £2,489).

12 Analysis of net assets between funds

	Unrestricted funds	Total funds at
	General	31 March
	£	2021
	£	£
Tangible fixed assets	31,683	31,683
Current assets	139,880	139,880
Current liabilities	<u>(17,304)</u>	<u>(17,304)</u>
Total net assets	<u>154,259</u>	<u>154,259</u>