

Company registration number: CE001579

Charity registration number: 1158156

# **Breakeven**

**Annual Report and Financial Statements**

**for the Year Ended 31 March 2023**

## **Breakeven**

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## **Breakeven**

### **Reference and Administrative Details**

<b>Charity Registration Number</b>	1158156
<b>Company Registration Number</b>	CE001579
<b>Registered Office</b>	22 Kemps Hurstpierpoint West Sussex BN6 9UF
<b>Accountants</b>	SRC Advisory Ltd 2ND Floor Stanford Gate South Road Brighton East Sussex BN1 6SB
<b>Bankers</b>	HSBC 50 Church Road Burgess Hill West Sussex RG15 9AE

## **Breakeven**

### **Trustees' Report**

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 March 2023.

#### **Objectives and activities**

##### ***Objects and activities for the public benefit***

The purposes of the charity is to protect and preserve health and relieve need among people suffering from addictions and addictive behaviors, particularly, but not exclusively gambling and their families and carers by :  
a) providing treatment solutions and support b) providing qualified therapy and counselling C) providing ongoing support and programs to those suffering from addiction,

The principal activities of the charity in the period under review were that of the provision of counselling and support services designed to advance and improve the quality of life of individuals and families through the delivery of effective and responsive interventions, therapies and counselling sessions that seek to resolve problems and issues. In addition, the charity provides quality training and guidance to others operating in these areas. Our strategic vision is to build on the past, work in the present and plan for the future.

##### ***Achievements, performance and plans for the future***

The results for the year and financial position of the charity are as shown in the annexed financial statements. The charity continued to receive grant funding from GamCare, the leading provider of information, advice, support and counselling for the prevention and treatment of problem gambling to deliver services in the East and Southeast of England. In addition the charity has continued to develop the range of counselling and support services it provides, which now includes the EGEH ( English gambling education Hub) and the GAP ( Gambling Awareness Prevention) projects. During the year the charity also continues work within the criminal Justice system delivering over 400 AQA level 1 accreditations to both prisoners and professionals within the criminal justice system.

The Charity continued to deliver its core program to over 2500 clients this financial year.

During the year the Charity also received an award from HMP Highpoint recognising its outstanding work within the prison community.

##### ***Reserves policy and going concern***

The Charity is working endlessly to bridge the gap between the spending and receiving of income and have found it difficult due to the nature of its current funding and expenditure, but is continually looking at ways to add to its current reserves, which is minimal at the end of this financial year. In preparing the accounts, the trustees considered that the charity has a reasonable expectation to continue to receive incoming resources, to enable it to continue its operations for the foreseeable future

#### **Trustees and officers**

The trustees and officers serving during the year and since the year end were as follows:

Trustees:

Gordon Chapman

Wayne Keane

David John Westcott (appointed 22 April 2022)

# **Breakeven**

## **Trustees' Report**

### **Structure, governance and management**

#### ***Nature of governing document***

Memorandum of Articles

#### ***Recruitment and appointment of trustees***

The procedures for the appointment, retirement and removal of trustees are set out in the Constitution. The day-to-day operational aspects of the charity have been delegated to the C.E.O Ian Semal and C.O.O Alex Semel

#### ***Arrangements for setting key management personnel remuneration***

The trustees, who met at regular intervals to formulate policy and decisions during the year, including the arrangements and criteria for setting the pay and remuneration of the charity's key management personnel Wayne Keane ( appt 30/05/2018 ) G Chapman ( appt 24/02/14) D Westcott ( appt 22/05/2022)

#### ***Organisational structure***

The organisation is a CIO registered as a charity on 7th August 2014 The charity is governed by the policies made from time to time by the trustees together with the terms of its Constitution which set out the objects and powers of the charity.

#### ***Major risks and management of those risks***

##### ***Risk Management***

The trustees have a risk management strategy which comprises: an annual review of the principal risks and uncertainties that the charity faces and the establishment of policies, systems, and procedures to mitigate those risks identified in the review.

Financial sustainability is the major financial risk for the charity. A key element in the management of financial risk is a regular review of available liquid funds to settle debts and outgoings as they fall due and active management of trade debtors and creditor balances to ensure sufficient working capital is available.

Attention has been focused on non-financial risks and HR risks – an external audit by Stallard Kane helped us identify our current robust procedures and areas to focus on for next financial year.

Risks are managed by ensuring procedures, Risk Assessments and policies are up to date, with robust HR policies in place and, regular awareness training for staff.

### **Relationships with related parties**

#### ***Related Parties***

None of the trustees receive remuneration or other financial benefit from their positions as trustees of the charity and any contractual relationship with a related party must be disclosed to the board of trustees.

#### ***Statement of Trustees' Responsibilities***

The trustees (who are also the directors of Breakeven for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

## **Breakeven**

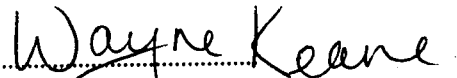
### **Trustees' Report**

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The annual report was approved by the trustees of the charity on ..... and signed on its behalf by:

  
Wayne Keane  
Chairman and trustee

## **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 2023.

#### **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.



Caroline Stone MAAT  
2ND Floor Stanford Gate  
South Road  
Brighton  
East Sussex  
BN1 6SB

Date: 23/1/24

## Breakeven

### Statement of Financial Activities for the Year Ended 31 March 2023 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2023 £
<b>Income and Endowments from:</b>			
Donations and legacies	2	913,419	913,419
Total income		913,419	913,419
<b>Expenditure on:</b>			
Charitable activities	4	(915,202)	(915,202)
Total expenditure		(915,202)	(915,202)
Net expenditure		(1,783)	(1,783)
Net movement in funds		(1,783)	(1,783)
<b>Reconciliation of funds</b>			
Total funds brought forward		53,798	53,798
Total funds carried forward		52,015	52,015
	Note	Unrestricted funds £	Total 2022 £
<b>Income and Endowments from:</b>			
Donations and legacies	2	765,304	765,304
Investment income	3	2	2
Other income		2,300	2,300
Total income		767,606	767,606
<b>Expenditure on:</b>			
Charitable activities	4	(868,067)	(868,067)
Total expenditure		(868,067)	(868,067)
Net expenditure		(100,461)	(100,461)
Net movement in funds		(100,461)	(100,461)
<b>Reconciliation of funds</b>			
Total funds brought forward		154,259	154,259
Total funds carried forward		53,798	53,798

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

The notes on pages 9 to 16 form an integral part of these financial statements.



## Breakeven

(Registration number: CE001579)  
Balance Sheet as at 31 March 2023


	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	9	57,286	44,733
<b>Current assets</b>			
Debtors	10	30,206	33,100
Cash at bank and in hand		<u>6,089</u>	<u>4,606</u>
		36,295	37,706
<b>Creditors: Amounts falling due within one year</b>	11	<u>(41,566)</u>	<u>(28,641)</u>
<b>Net current (liabilities)/assets</b>		<u>(5,271)</u>	<u>9,065</u>
<b>Net assets</b>		<u>52,015</u>	<u>53,798</u>
<b>Funds of the charity:</b>			
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>52,015</u>	<u>53,798</u>
<b>Total funds</b>		<u>52,015</u>	<u>53,798</u>

For the financial year ending 31 March 2023 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 6 to 16 were approved by the trustees, and authorised for issue on ..... and signed on their behalf by:

  
Wayne Keane  
Chairman and trustee

The notes on pages 9 to 16 form an integral part of these financial statements.

## Breakeven

### Statement of Cash Flows for the Year Ended 31 March 2023

	Note	2023 £	2022 £
<b>Cash flows from operating activities</b>			
Net cash expenditure		(1,783)	(100,461)
<b>Adjustments to cash flows from non-cash items</b>			
Depreciation		15,998	14,568
Investment income	3	<u>-</u>	<u>(2)</u>
		14,215	(85,895)
<b>Working capital adjustments</b>			
Decrease in debtors	10	2,894	171
Increase in creditors	11	<u>12,925</u>	<u>11,337</u>
Net cash flows from operating activities		<u>30,034</u>	<u>(74,387)</u>
<b>Cash flows from investing activities</b>			
Interest receivable and similar income	3	-	2
Purchase of tangible fixed assets	9	<u>(28,551)</u>	<u>(27,618)</u>
Net cash flows from investing activities		<u>(28,551)</u>	<u>(27,616)</u>
Net increase/(decrease) in cash and cash equivalents		1,483	(102,003)
Cash and cash equivalents at 1 April		<u>4,606</u>	<u>106,609</u>
Cash and cash equivalents at 31 March		<u>6,089</u>	<u>4,606</u>

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 9 to 16 form an integral part of these financial statements.

## **Breakeven**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

#### **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.

##### **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.

##### **Raising funds**

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

##### **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 2023**

#### **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.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

#### **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:

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

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **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.

## Breakeven

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 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.

#### 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	913,419	913,419
<b>Total for 2023</b>	<b>913,419</b>	<b>913,419</b>
<b>Total for 2022</b>	<b>765,304</b>	<b>765,304</b>

#### 3 Investment income

	Unrestricted funds General £	Total funds £
<b>Total for 2023</b>	<b>-</b>	<b>-</b>
<b>Total for 2022</b>	<b>2</b>	<b>2</b>

## Breakeven

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 4 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total 2023 £
Staff costs		535,803	535,803
Allocated support costs	5	50,908	50,908
Governance costs	5	655	655
Activities undertaken directly		<u>327,836</u>	<u>327,836</u>
		<u>915,202</u>	<u>915,202</u>
		Unrestricted funds General £	Total 2022 £
Staff costs		482,880	482,880
Allocated support costs	5	41,218	41,218
Governance costs	5	67	67
Activities undertaken directly		<u>343,902</u>	<u>343,902</u>
		<u>868,067</u>	<u>868,067</u>

In addition to the expenditure analysed above, there are also governance costs of £655 (2022 - £67) which relate directly to charitable activities. See note 5 for further details.

## Breakeven

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 5 Analysis of governance and support costs

##### Support costs allocated to charitable activities

	Basis of allocation	Information technology £	Administration costs £	Other support costs £	Total funds £
Telephone and fax	A	-	10,049	-	10,049
Computer software and maintenance	A	17,951	-	-	17,951
Printing, postage and stationery	A	-	414	-	414
Accountancy fees	A	-	-	6,496	6,496
Depreciation	A	-	-	15,998	15,998
<b>Total for 2023</b>		<b>17,951</b>	<b>10,463</b>	<b>22,494</b>	<b>50,908</b>
<b>Total for 2022</b>		<b>5,765</b>	<b>14,624</b>	<b>20,829</b>	<b>41,218</b>

##### Basis of allocation

Reference	Method of allocation
A	Unrestricted funds

##### Governance costs

	Unrestricted funds General £	Total funds £
Other governance costs	655	655
<b>Total for 2023</b>	<b>655</b>	<b>655</b>
<b>Total for 2022</b>	<b>67</b>	<b>67</b>

#### 6 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2023 £	2022 £
Depreciation of fixed assets	15,998	14,568

## **Breakeven**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

#### **7 Trustees remuneration and expenses**

During the year the charity made the following transactions with trustees:

##### **Wayne Keane**

£190 (2022: £Nil) of expenses were reimbursed to Wayne Keane during the year.

##### **Reimbursement of travel expenditure**

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.



## Breakeven

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 8 Staff costs

The aggregate payroll costs were as follows:

	2023 £	2022 £
<b>Staff costs during the year were:</b>		
Wages and salaries	474,466	425,354
Social security costs	43,928	38,934
Pension costs	9,682	8,519
Other staff costs	7,727	10,073
	<u>535,803</u>	<u>482,880</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:

	2023 No	2022 No
Number of staff	<u>15</u>	<u>13</u>

During the year the charity made the following transactions with key management personnel:

#### C.E.O

The C.E.O received remuneration of £97,850 (2022: £94,999)

#### C.O.O

The C.O.O received remuneration of £53,556 (2022: £56,194)

#### 9 Tangible fixed assets

	Furniture and equipment £	Total £
<b>Cost</b>		
At 1 April 2022	72,983	72,983
Additions	<u>28,551</u>	<u>28,551</u>
At 31 March 2023	<u>101,534</u>	<u>101,534</u>
<b>Depreciation</b>		
At 1 April 2022	28,250	28,250
Charge for the year	<u>15,998</u>	<u>15,998</u>
At 31 March 2023	<u>44,248</u>	<u>44,248</u>
<b>Net book value</b>		
At 31 March 2023	<u>57,286</u>	<u>57,286</u>
At 31 March 2022	<u>44,733</u>	<u>44,733</u>

## **Breakeven**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

#### **10 Debtors**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Other debtors	<u>30,206</u>	<u>33,100</u>

#### **11 Creditors: amounts falling due within one year**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Trade creditors	904	360
Other taxation and social security	26,731	24,949
Other creditors	11,631	1,632
Accruals	<u>2,300</u>	<u>1,700</u>
	<u>41,566</u>	<u>28,641</u>

#### **12 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 £9,681.53 (2022 - £8,518.83).

#### **13 Analysis of net assets between funds**

	<b>Unrestricted funds</b>	<b>Total funds at 31 March</b>
	<b>General</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Tangible fixed assets	57,286	57,286
Current assets	36,295	36,295
Current liabilities	<u>(41,566)</u>	<u>(41,566)</u>
Total net assets	<u>52,015</u>	<u>52,015</u>

#### **14 Related party transactions**

There were no related party transactions in the year.