

Charity registration number: 1159334

Narconon United Kingdom

Annual Report and Financial Statements

for the Year Ended 31 December 2022

Narconon United Kingdom

Reference and Administrative Details

Trustees	Ms Heather Ann Rose
	Ms Muriel Claire Angius
	Mr Sam Butler
Charity Registration Number	1159334
Principal Office	42/44 Copthorne Road
	Felbridge
	East Grinstead
	West Sussex
	PH19 2NS
Independent Examiner	Grant Sellers
	Bank Court
	Manor Road
	Verwood
	Dorset
	BH31 6DY

Narconon United Kingdom

Trustees' Report

The trustees present their report with the financial statements of the charity for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Objectives and activities

Our principal purposes are:

To reform and rehabilitate persons who are for the time being or who have at any time been drug addicts;

To advance the education of the public and/or persons who are or have been dependent upon or affected by the use of drugs about all matters relating to drug abuse/addiction in particular by the provision of advice, information and support.

Ensuring our work delivers our aims:

We review our aims, objectives and activities each year. This review looks at what we achieved and the outcomes of our work in the previous year. The review looks at the success of each key activity and the benefits they have brought to those groups of people we are set up to help.

The review also helps us ensure our aim, objectives and activities remained focused on our stated purposes. We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aim and objectives and in planning our future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives they have set.

Public benefit

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Achievements and performance

We seek to rehabilitate substance misusers, provide drug education within the greater communities of the United Kingdom to empower individuals to make positive choices and not fall into the pitfalls of drug and alcohol abuse and train specialist staff in the delivery of the Narconon abstinence based programme. These provide significant benefits to the public, both directly and indirectly

Narconon United Kingdom recognises that our continued existence depends on providing services of high quality and which meet the substance misuser's needs. This involves our commitment to provide a reliable service with a quick and authoritative response to meet the needs of our students. To gain first-hand experience as to how our service is experienced by our students, Narconon United Kingdom uses a Routine Outcome Monitoring (ROM) system throughout the programme and up to two years following the programme completion.

A random sampling analysis of the ROM over five years inclusive of 2022 showed that the majority of the students completing the programme at our centre remain drug free. This level of successful outcome puts us amongst the most successful drug rehabilitation centres in the world.

The Trustees are also aware that for every individual rehabilitated from drugs or alcohol then goes on to affect the lives of their immediate family, friends and associates.

Narconon United Kingdom

Trustees' Report (continued)

Senior managers and all staff are able to clearly express the value system of Narconon and to effectively communicate this through their personal attention, persistence and direct intervention. This emphasis on values is clearly illustrated in Narconon's goal, which is to deliver a rehabilitation programme, which not only gets a significant percentage of students off drugs or alcohol, but also gives them back control of their life.

Narconon is an evidence-based approach, developed over four decades. After completing drug free withdrawal, where the student receives 24-hour supervision and assistance where needed and supervision and, dependent on medical approval, they then do the detoxification programme. This includes sauna, exercise and nutrition to help reduce craving, cleanse the body and improve health. The remainder of the programme consists exercises within five learning modules, each with a purpose, expected outcome, and typical duration but specifically geared to each individual care plan. These steps foster motivation for change while managing attendant painful responses to change, teach the person coping skills, reinforce contingency awareness, and promote enduring positivity.

Staff training is based on person-centred care. Each student has a detailed care plan which is monitored against each module completion. This allows the student to see what progress they are making as they go through the programme. Some students have low literacy skills. In these situations, they have been given a staff member to work with them on a one to one basis. In the course room course supervisors are skilled in the detection of barriers to study and how to help the student. Staff members were trained in different protected characteristics, which require different needs.

Over the year we continued to connect the Narconon programme with policy and practice to better the lives of students, their families and their wider community adversely impacted by substance use and addiction. Our vision through our continued aims and objectives is: lasting solutions that free individuals and communities from the devastation of substance use and addiction.

We are pleased to have a skilled multi-disciplinary team who have adapted well to a challenging year of change. They have successfully delivered the Narconon programme to a range of service users from different ethnic and culturally diverse groups. Externally we have supported people with drug or alcohol issues and have delivered various types of treatment ranging from basic advice and information to structured interventions.

A number of people participated in the Narconon programme in the year. Here are some of the out-comes from those who graduated the programme:

"I will treasure these teachings about how to cultivate a joyful life, one guided and driven by integrity. Now that I know the way and see that these things are not complicated or abstract but have simple steps and guidelines I have great trust I can live a life that I can be proud of.

"I am very grateful to Narconon for all the kind and caring staff who have facilitated and helped me innumerable ways. I have complete trust in this place, the people and the process that happens here."

"I arrived at Narconon on a dark, cold, wet and windy December evening.

"I remember one of the students meeting me outside. I was a little anxious, yes.

"I started in Withdrawal for a couple of nights before being allowed into the main centre, and then "Bang," I was okayed to start my detox with another student. Man, that was some journey, 5 hours a day in the sauna (with breaks). I had so much fun, we had five stages to complete with various vitamins and minerals taken daily. I forgot what it was like to be "happy," for 28 days, I laughed, I sweated, I ran, yes it was good. I felt amazing and then more amazing.

"Then, my twin and I started Objectives, it was challenging and something I embraced. Yes, it had some crazy reactions on me mentally, and I let out a lot of inner thoughts; they were flying out of my brain from morning till night. I helped my twin, and he helped me. I built a real connection with him, and we have a great understanding and friendship you cannot buy. I am not saying it was easy. There were some bumpy moments but that just made our connection stronger.

Narconon United Kingdom

Trustees' Report (continued)

"The staff at the centre have always done their best to assist me, at times I did not acknowledge this, but as I travelled through the course, I realised it.

"Next, the classroom really opened up my thoughts: Ups and Downs in Life, Personal Values and then Changing Conditions in Life.

"These courses contain interesting and very usable theories and tools to carry you through in your journey once you leave here and embrace your life.

"I am a lucky boy I reflect on the people who are stuck or imprisoned by addiction..."

"This was a great experience. I reflect on the people who are stuck or imprisoned by addiction; it's a horrible place to be. I am a lucky boy.

"Thanks to everyone who helped me, from family, staff and students."

"We came after the second week, and he looked like a different person already. His skin looked better, he looked healthier, his eyes were bright.... Everything seemed to have improved hugely to what he was before..."

"While he was on the programme, I just think he became a lot calmer, a lot more able to have a conversation with you. Beforehand you couldn't even get two words out of him. You were lucky if you could get a conversation out of him. He just became a much better person, we came after the second week, and he looked like a different person already. His skin looked better, he looked healthier, his eyes were bright. He just looked and sounded like a different person, and I would say his personality was better, much more lucid. Everything seemed to have improved hugely to what he was before. He was like a wreck when he came to you. He was uncooperative and very distant and frustrating because you could never get to the bottom of anything with him because everything was so secretive because of what he was doing. Our relationship is good now—I would say it's close.

"Narconon has helped him by getting him clean. But, what stood out the most to me regarding our experience with Narconon was that being at his lowest point ever when he first came—he was a changed person when he came home.

"The best thing about my son now that he has completed the Narconon programme is that he's just in a much better place—he's a much happier and healthier person."

—Mother of a Narconon United Kingdom Graduate

"When I arrived I was terrified, but after the first day here, I was at ease as the staff really made me feel comfortable, I feel immediately at home. With the programme, my outlook on myself completely turned around. I felt I was able to love myself, and throughout the programme, that kind of grew gradually more and more.

"After New Life Detox, I felt really good and felt that I had handled the physical part of my drug addiction. Once I was free of that I felt all of the things that the drugs masked, they came back with a vengeance. Then through Objectives, I began to feel freer each day as I progressed. By the end of Objectives, I felt that the mental side of things had been handled. I was more able to live in the now, to experience life in the now. My mind was at ease. I began to sleep better and I'm beginning to enjoy my dreams again due to a clean body and mind. After Life Skills, I felt that all the things I'd been hiding away from everyone and lying about, had been handled too, and as a result, I had a resurgence of life. Graduation was a very special and emotional time for myself and family, I am very sad to leave because I feel part of the Narconon family. I am looking forward to being able to get back to life without having to resort to drugs—living a clean life.

“My proudest accomplishment is completing the programme and proving to myself that I can actually do it and also restoring my family’s trust in me. My relationship with my family is now a lot better, a hundred times better than what it was before. My favourite thing about being drug-free now is a clear head. I look forward to life every day. I wake up with an excitement about me as opposed to being worried about the day ahead. I feel more myself than I ever have.”

Financial review

The Trustees are reasonably satisfied with the Charity’s financial position at the end of the year taking into account that they had to implement certain changes during the course of the year to improve the delivery potential of the Charity and the continuing impact of COVID.

The Charity received a donation of £1,150 for the training of Narconon staff and also rehabilitation centre income of £158,817 for the running of the Charity. Expenditure totalled £167,797. This compares with income of £159,560 and expenditure of £182,096 in the prior year.

With the ongoing impact of COVID, the Trustees have engaged in researching additional fund raising avenues as well as personnel reviews with the view to bringing on board fresh ideas. With the support of Narconon Trust, the Trustees of the Charity have a reasonable expectation it will be able to be able to meet the expenditures from fees, grants and donations in the foreseeable future.

Policy on reserves

The Charity would normally expect to hold reserves derived from donations and grants and rehabilitation centre income. These would consist of restricted funds and unrestricted funds. However, the total of funds held at the 31st December was in a deficit of £31,773. Narconon United Kingdom has received assurance from Narconon Trust that Narconon Trust will provide further assistance to remove the deficit should it be needed.

The Board of Trustees in its current form, as it has been constituted from February 2024 onward, acknowledges awareness of the charity’s position in the financial year subsequent to that which is the subject of this report, and which unfortunately does not show the growth we would have hoped for the charity in that period. We are however sufficiently encouraged by more recent activities that we can be certain of a cash positive position as of the end of the current financial year (to Dec 2024), including through a board-level portfolio to secure grant funding and supporter donations to augment the established funding sources and thereby clear the extant deficit so the charity can invest more in servicing its present beneficiaries.

Principal funding sources

The activities of Narconon United Kingdom have been facilitated mainly by donations derived from the rehabilitation services provided, which is its principal funding source and with the assistance of Narconon Trust during the difficult COVID period. Narconon United Kingdom was able to continue servicing the community without having to seek government support.

Investment policy and objectives

The charity has the power to invest in any way the Trustees wish. The Trustees, having regard to the liquidity requirements of the Charity’s operations and to the reserves policy, will operate a policy of keeping available funds in interest bearing deposit accounts.

Structure, governance and management

Nature of governing document

The organization is a charitable unincorporated organization registered on 24 November 2014.

Narconon United Kingdom

Trustees' Report (continued)

Recruitment and appointment of trustees

New trustees are appointed by existing trustees. New trustees undergo an orientation session to brief them on their legal obligations under charity law, the content of the memorandum and articles of association, the decision-making processes, the business plan and recent financial performance of the charity.

Organisational structure

The Trustees are responsible for the administration and running of the activities of the Charity.

Trustees and officers

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

Trustees:	Ms Heather Ann Rose
	Ms Muriel Claire Angius
	Mr Sam Butler (appointed 19 February 2024)

The annual report was approved by the trustees of the charity on 8/4/24 and signed on its behalf by:



Ms Heather Ann Rose
Trustee

Narconon United Kingdom

Statement of Trustees' Responsibilities

The trustees 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.

The law applicable to charities requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008, and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Approved by the trustees of the charity on 8/4/20 and signed on its behalf by:



Ms Heather Ann Rose
Trustee

Narconon United Kingdom

Independent Examiner's Report to the trustees of Narconon United Kingdom

I report to the trustees on my examination of the accounts of Narconon United Kingdom for the year ended 31 December 2022.

Responsibilities and basis of report

As the charity trustees of Narconon United Kingdom you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

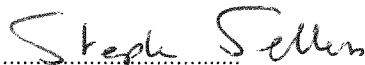
I report in respect of my examination of the Narconon United Kingdom's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of Narconon United Kingdom as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.



Stephen Sellers

Institute of Chartered Accountants in England and Wales

Bank Court
Manor Road
Verwood
Dorset
BH31 6DY

Date: 12 April 2024

Narconon United Kingdom

Statement of Financial Activities for the Year Ended 31 December 2022

	Note	Unrestricted funds £	Total 2022 £
Income and Endowments from:			
Donations and legacies		1,150	1,150
Other trading activities		158,817	158,817
Investment income	4	<u>2</u>	<u>2</u>
Total income		<u>159,969</u>	<u>159,969</u>
Expenditure on:			
Raising funds		(11,363)	(11,363)
Charitable activities		(152,291)	(152,291)
Other expenditure	7	<u>(4,142)</u>	<u>(4,142)</u>
Total expenditure		<u>(167,796)</u>	<u>(167,796)</u>
Net expenditure		<u>(7,827)</u>	<u>(7,827)</u>
Net movement in funds		(7,827)	(7,827)
Reconciliation of funds			
Total funds brought forward		<u>(23,945)</u>	<u>(23,945)</u>
Total funds carried forward	18	<u>(31,772)</u>	<u>(31,772)</u>
	Note	Unrestricted funds £	Total 2021 £
Income and Endowments from:			
Donations and legacies		3,688	3,688
Other trading activities		<u>155,872</u>	<u>155,872</u>
Total income		<u>159,560</u>	<u>159,560</u>
Expenditure on:			
Raising funds		(12,078)	(12,078)
Charitable activities		(165,623)	(165,623)
Other expenditure	7	<u>(4,395)</u>	<u>(4,395)</u>
Total expenditure		<u>(182,096)</u>	<u>(182,096)</u>
Net expenditure		<u>(22,536)</u>	<u>(22,536)</u>
Net movement in funds		(22,536)	(22,536)
Reconciliation of funds			
Total funds brought forward		<u>(1,410)</u>	<u>(1,410)</u>
Total funds carried forward	18	<u>(23,946)</u>	<u>(23,946)</u>

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

Narconon United Kingdom
(Registration number: 1159334)
Balance Sheet as at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	1,935	1,658
Current assets			
Debtors	14	7,304	10,440
Cash at bank and in hand	15	<u>20,424</u>	<u>21,647</u>
		27,728	32,087
Creditors: Amounts falling due within one year	16	<u>(61,435)</u>	<u>(57,691)</u>
Net current liabilities		<u>(33,707)</u>	<u>(25,604)</u>
Net liabilities		<u>(31,772)</u>	<u>(23,946)</u>
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		<u>(31,772)</u>	<u>(23,946)</u>
Total funds	18	<u>(31,772)</u>	<u>(23,946)</u>

The financial statements on pages 9 to 18 were approved by the trustees, and authorised for issue on 8/4/24 and signed on their behalf by:



Ms Heather Ann Rose
Trustee

Narconon United Kingdom

Notes to the Financial Statements for the Year Ended 31 December 2022

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

Narconon United Kingdom meets the definition of a public benefit entity under FRS 102. The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The functional currency of the charity is GBP and is rounded to the nearest £1.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

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.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

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.

Governance costs

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

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Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation and amortisation

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

Asset class	Depreciation method and rate
Plant and Machinery	25% on reducing balance

Trade debtors

Debtors with no stated interest rate and receivable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

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

Creditors with no stated interest rate and payable within one year are recorded at transaction price.

Foreign exchange

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

Exchange differences are recognised in the statement of financial activities in the period in which they arise.

Pensions and other post retirement obligations

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

2 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Donations and legacies;		
Donations	1,150	1,150
Total for 2022	1,150	1,150
Total for 2021	3,688	3,688

Narconon United Kingdom

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

3 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading income; Rehabilitation Centre income	158,817	158,817
Total for 2022	158,817	158,817
Total for 2021	155,872	155,872

4 Investment income

	Unrestricted funds General £	Total funds £
Interest receivable and similar income; Interest receivable on bank deposits	2	2
Total for 2022	2	2

Narconon United Kingdom

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

5 Expenditure on raising funds

a) Costs of generating donations and legacies

	Note	Unrestricted funds General £	Total funds £
Marketing and publicity		11,363	11,363
Total for 2022		11,363	11,363
Total for 2021		12,078	12,078
			Total costs £

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Drug and offender rehabilitation		103,946	103,946
Staff costs		38,756	38,756
Allocated support costs		5,689	5,689
Governance costs		3,900	3,900
Total for 2022		152,291	152,291
Total for 2021		165,623	165,623

7 Other expenditure

	Note	Unrestricted funds General £	Total funds £
Depreciation, amortisation and other similar costs		421	421
Allocated support costs		3,721	3,721
Total for 2022		4,142	4,142
Total for 2021		4,395	4,395

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Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

8 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total funds £
Independent examiner fees		
Other fees paid to examiners	3,900	3,900
Total for 2022	3,900	3,900
Total for 2021	3,900	3,900

9 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2022 £	2021 £
Depreciation of fixed assets	421	512

10 Trustees remuneration and expenses

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

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

11 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
Staff costs during the year were:		
Wages and salaries	37,703	37,374
Social security costs	937	555
Pension costs	116	77
	38,756	38,006

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:

	2022 No	2021 No
Average number of employees	7	7

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Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

No employee received emoluments of more than £60,000 during the year

12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

13 Tangible fixed assets

	Furniture and equipment £	Total £
Cost		
At 1 January 2022	7,653	7,653
Additions	699	699
At 31 December 2022	<u>8,352</u>	<u>8,352</u>
Depreciation		
At 1 January 2022	5,995	5,995
Charge for the year	422	422
At 31 December 2022	<u>6,417</u>	<u>6,417</u>
Net book value		
At 31 December 2022	<u>1,935</u>	<u>1,935</u>
At 31 December 2021	<u>1,658</u>	<u>1,658</u>

14 Debtors

	2022 £	2021 £
Trade debtors	4,114	7,250
Prepayments	3,190	3,190
	<u>7,304</u>	<u>10,440</u>

Narconon United Kingdom

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

15 Cash and cash equivalents

	2022 £	2021 £
Cash on hand	1,258	1,258
Cash at bank	<u>19,166</u>	<u>20,389</u>
	<u>20,424</u>	<u>21,647</u>

16 Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	47,992	42,460
Payments on account on long term contracts	421	5,421
Other taxation and social security	5,965	3,133
Other creditors	1,586	2,777
Accruals	<u>5,471</u>	<u>3,900</u>
	<u>61,435</u>	<u>57,691</u>

17 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 £116 (2021 - £77).

18 Funds

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Balance at 31 December 2022 £
Unrestricted funds				
General	<u>(23,945)</u>	<u>159,969</u>	<u>(167,796)</u>	<u>(31,772)</u>
	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Balance at 31 December 2021 £
Unrestricted funds				
General	<u>(1,410)</u>	<u>159,560</u>	<u>(182,096)</u>	<u>(23,946)</u>

Narconon United Kingdom

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

19 Related Party Disclosures

Narconon United Kingdom and Narconon Trust share similar aims and from time to time provide mutual assistance to each other and therefore arguably qualify as related parties as defined by FRS102.

During the year the main property was rented from Narconon Trust rent-free.

20 Analysis of net funds

	At 1 January 2022 £	At 31 December 2022 £
Cash at bank and in hand	21,647	21,647
Net debt	21,647	21,647
	At 1 January 2021 £	At 31 December 2021 £
Cash at bank and in hand	29,337	29,337
Net debt	29,337	29,337

21 Analysis of net assets between funds

	Unrestricted funds General £	Total funds at 31 December 2022 £
Tangible fixed assets	1,935	1,935
Current assets	27,728	27,728
Current liabilities	(61,435)	(61,435)
Total net assets	(31,772)	(31,772)
	Unrestricted funds General £	Total funds at 31 December 2021 £
Tangible fixed assets	1,658	1,658
Current assets	32,087	32,087
Current liabilities	(57,691)	(57,691)
Total net assets	(23,946)	(23,946)

Narconon United Kingdom

Detailed Statement of Financial Activities for the Year Ended 31 December 2022

	Total 2022 £	Total 2021 £
Income and Endowments from:		
Donations and legacies (analysed below)	1,150	3,688
Other trading activities (analysed below)	158,817	155,872
Investment income (analysed below)	2	-
	<u>159,969</u>	<u>159,560</u>
Total income		
	<u>159,969</u>	<u>159,560</u>
Expenditure on:		
Raising funds (analysed below)	(11,363)	(12,078)
Charitable activities (analysed below)	(152,291)	(165,623)
Other expenditure (analysed below)	(4,142)	(4,395)
	<u>(167,796)</u>	<u>(182,096)</u>
Total expenditure		
	<u>(167,796)</u>	<u>(182,096)</u>
Net expenditure		
	<u>(7,827)</u>	<u>(22,536)</u>
Net movement in funds		
	<u>(7,827)</u>	<u>(22,536)</u>
Reconciliation of funds		
Total funds brought forward	(23,945)	(1,410)
Total funds carried forward	<u>(31,772)</u>	<u>(23,946)</u>

Narconon United Kingdom

Detailed Statement of Financial Activities for the Year Ended 31 December 2022 (continued)

	Total 2022 £	Total 2021 £
<i>Donations and legacies</i>		
Donations and legacies	1,150	3,688
	<u>1,150</u>	<u>3,688</u>
<i>Other trading activities</i>		
Rehabilitation Centre income	158,817	155,872
	<u>158,817</u>	<u>155,872</u>
<i>Investment income</i>		
Interest on cash deposits	2	-
	<u>2</u>	<u>-</u>
<i>Raising funds</i>		
Staff training	-	91
Advertising	11,363	11,987
	<u>11,363</u>	<u>12,078</u>
<i>Charitable activities</i>		
Wages and salaries	(37,703)	(37,374)
Staff NIC (Employers)	(937)	(555)
Staff pensions (Defined contribution) - pension scheme 1	(116)	(77)
Rates and water	(4,170)	(4,895)
Light, heat and power	(28,203)	(19,734)
Telephone and fax	(3,718)	(7,988)
Computer software and maintenance costs	(927)	(668)
Printing, postage and stationery	(764)	(2,596)
Sundry expenses	(1,675)	(938)
Medical costs	(3,092)	(5,929)
Consultancy	(12,263)	(24,675)
Licences	(20,919)	(18,401)
Subsistence	(19,410)	(13,250)
Recreational expenses	(4,726)	(2,079)
Cleaning	(1,593)	(2,860)
Recruitment	(1,421)	(24)
Uniforms	(417)	(658)
Bad debts written off	(3,250)	(6,000)
Bank charges	(1,875)	(2,177)
Travelling	(961)	(10,114)
Motor expenses	(251)	(731)
Accountancy fees	<u>(3,900)</u>	<u>(3,900)</u>

This page does not form part of the statutory financial statements.

Narconon United Kingdom

Detailed Statement of Financial Activities for the Year Ended 31 December 2022 (continued)

	Total 2022 £	Total 2021 £
	<u>(152,291)</u>	<u>(165,623)</u>
<i>Other expenditure</i>		
Repairs and renewals	(3,721)	(3,883)
Depreciation of plant and machinery	<u>(421)</u>	<u>(512)</u>
	<u>(4,142)</u>	<u>(4,395)</u>