

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
FOR
LFLC LIMITED

Newman Morris Limited
Chartered Accountants
Wellington House
273-275 High Street
London Colney
Hertfordshire
AL2 1HA

LFLC LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2021

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Our, Vision, Mission and Values

The Learning for Life charity was formed through a unique partnership between West Lea School (based in Edmonton) and the local community. West Lea is a school that provides education to children with special educational needs from the ages of 4-25. The school and the charity has a shared ethos, believing that to truly flourish children and young people must feel valued and as such, we should focus on what each child or young person can achieve and celebrate their successes.

This shared ethos, which is embodied by the charities trustees, has enabled our charity to establish two shops that serve the local communities in which they are located (Enfield and Edmonton). The trustees deliver public benefit through providing children and young people from across the community with learning difficulties access to the working environment and allow them to gain valuable work experience. In addition, the shops provide volunteering opportunities for members of the local community who are seeking to reintegrate into the world of work. The donated goods that we receive are prepared by the children and volunteers and sold at low prices to the local community or via our EBay store. The trustees have paid due regard to the public benefit guidance issued by the charity commission in deciding what activities the charity should support. We continue to build on this successful foundation, striving to provide 'chances' for the young people we serve.

Our Vision:

The Learning for Life Charity is a newly formed and growing charity. We want to help bring about a world, where children and young people with learning difficulties and special educational needs, or who have been affected by illness, disability or poverty, play their full part and have the best possible chances and choices to live full lives. A world where they are valued for what they can do rather than disregarded because of what they cannot.

Our Mission:

We will work towards this Vision by providing our children and young people alongside the people in the communities where they live:

- Chances to work
- Chances to make friends
- Chances to explore
- Chances to learn
- Chances to make a difference in our communities

Our Values:

- Respectful - we recognize each other's innate worth and the value of diversity
- Relentless - we will be creative, bold and innovative in our approach.
- Resourceful - we will seek out partnerships and opportunities.
- Reliable - we will do what we say we will do.
- Responsible - we believe in responsible stewardship and will use our resources wisely.

OBJECTIVES AND ACTIVITIES

What we provide

Chances to make friends:

Socialising and having friends - Young people, no matter what their context or situation have a desire to interact, socialise and build friendships, both in and out of the school environment. We aim to foster and promote access to 'peer' and 'friendship' groups for young people, seeking to remove the barriers that can exist. By providing access to social events, we aim to establish a clear route for progression, enhanced well-being and the promotion of self-esteem and feeling valued.

Chances to explore:

Creating activities and experiences - Having interests and being able to participate in activities is fundamental to the development of young people. A harsh reality for young people with learning difficulties or those affected by disability, illness or poverty is that they are restricted to home or school. We aim to provide access to opportunities and experiences that foster independence and enable our young people to participate fully in society.

Chances to learn:

Enabling learning experiences - Everything we do is aimed at providing opportunities to learn. The charity works to ensure that each young person reaches his/her full potential. We believe that learning is for all, does not stop after school and is a lifelong endeavour. Underpinning all the activities, events and learning experiences is our fundamental approach that ensures each young person feels valued and respected. We treat everyone as an individual, involving them in making decisions, respecting their feelings and fostering their overall well-being

Chances to make a difference in our communities:

Contributing to our communities - An interrelated benefit to the work we do with young people are the beneficial outcomes that it has on the local community. Our shops not only provide the work experience opportunities to the young people and members of the local community, they also provide an outlet for recycling unwanted goods, most of which are sold at affordable prices, thus providing clothing and furniture to families that are most in need. We are committed to improve the lives of the people that live in the communities in which we work.

OBJECTIVES AND ACTIVITIES

Achievements in 2021

The Enterprise Co-operative Trust

In January 2020 the charity (along with its partner school) became a member of the Enterprise Co-operative Trust. The Trust is a partnership made up of like-minded schools and organisations with a collective vision to improve education and life opportunities for all children and young people in the local community. Trustees believe that this provides an opportunity to engage new audiences and partnerships and increases the capacity of the charity to achieve its aims. Two of the charity's trustees have become directors of the Trust.

'Wanna Be Friends'

"Wanna be Friends" is a series of events open to young people aged between 16-25 with SEND, across the London Borough of Enfield. The purpose is to provide a safe 'party' environment in which young people can socialise with their peers, learn about and celebrate friendship and relationships. No parents or carers are allowed to attend and the events are staffed by a number of regular, well trained, volunteers. Feedback from the young people who participate and their families continues to be extremely positive. For many attendees this is their only opportunity they have to socialise with their peers unmediated by family or school.

The Charity Shops (Life on the Green and Life in the Town)

Trading and therefore opportunities to provide work experience in the shops was severely impacted by lockdowns due to the Covid-19 Pandemic. However the charity was able to work placements to 91 young people.

New initiatives for 2021

All Works of Life

Still at the development stage the project will provide additional access to employment and work experience opportunities. All Works of Life' provides commercial services including packing, light assembly, labelling, printing, embroidery, upcycling of furniture and mobility equipment. This provides employment, on-the-job skills training, work experience and social inclusion for those who face barriers to mainstream employment. This will be delivered alongside educational and life skills training that is required to help our service users overcome barriers to mainstream employment and enable them to lead as independent a life as possible outside of the workplace. Beginning with printing and furniture upcycling the project has provided placements for 26 students. In January 2022 the project will move to its permanent site at Building BloQs.

The Baking and Barista Project

The unique character of this project is that we are seeking to bring together the fragmented and fractured communities around Edmonton (Enfield) in a common place that is facilitated by those who are otherwise the most excluded - those disadvantaged by special needs, disability, poverty, long-term unemployment, social and educational exclusion. To prevent social isolation and increase employability and future job prospects, this project runs twice a week at St Aldhelm's Church in Edmonton, with a trained professional using resources and workbooks which contain a skills pathway. This is an expansion on our previous in-house project.

The objectives are:

- " Develop skills in sectors highlighted by our beneficiaries as areas of work that they would like to gain employment in.
- " To learn barista and baking skills, food hygiene, money management and customer service and produce good quality coffee/baked goods for local members of the community in particular community groups accessing St Aldhelms church and those local to the area.

Post-Employment Service

The objective is to provide a service for young adults who require in-work support. This service provides support to young people with SEN during their work placement, by helping them learn to perform the job accurately, efficiently and safely. The primary focus of our post-employment service is to provide work related support to individuals taking part in the Supported Internship Programme. The Supported Internship Programme is a Government sponsored project that aims to help more people with a disability or learning difficulty move from education and training into employment. Our post-employment worker will broker an effective working relationship between the individual and employer for them to secure paid employment at the end of the placement.

FINANCIAL REVIEW

Financial position

The Statement of Financial Activities for the year is set out on page 7 of the accounts. The trustees have established a policy to build up unrestricted reserves to a level to support the charity's core expenditure for a minimum of eight months. Unrestricted reserves amount to £58,155 (2020: £17,086). The result for the year is a surplus of £21,454 on unrestricted funds (2020: £43,290 Deficit). The trustees expected a surplus, compared to last year's deficit as the shops were open all year round, whereas they were closed last year due to covid.

Also, in the year a restricted grant of £9,862 was received from the National Lottery for the Barista & Baking Project and a restricted grant of £5,000 was received from VINCI UK for the All Works for Life project. The restricted reserves at the year end was £12,386 (2020: £Nil).

Post balance sheet events

Following the year end the company identified a loss of takings by theft, amounting to £12,289.72 which has occurred over a 10 month period between 2021 and 2022. This may be covered by the company's insurers and has been fully provided in this period. This is explained in more detail in note 14.

The theft has been reported by the Trustees to the Charity Commission using the Reporting a Serious Incident process, which they have acknowledged and responded that they are satisfied that the Trustees are dealing with the matter appropriately and responsibly.

Investment policy and objectives

Under the Memorandum and Articles of Association the charity has the power to invest in any way the trustees wish. The trustees, having regard to liquidity requirements, have, to date, operated a policy of keeping available funds in interest bearing deposit accounts.

Reserves policy

The Board of Trustees considers the key measure of sustainability for LFLC to have current and future liquidity, rather than the surplus accounting position. Therefore, Trustees have set an appropriate reserves policy relating to liquidity based on the readily realisable cash required to settle liabilities and sustain LFLC operations for a period. Trustees have decided that after an allowance for future income expectations, LFLC should always aim to maintain cash and readily realisable assets sufficient to fund between not less than 8 and not more than 24 months of cash outflow.

Going concern

The Trustees have reviewed our financial position, taking into account the levels cash reserves, and the systems of financial control and risk management. As a result of this review, the Trustees believe that we are well placed to manage operational and financial risks successfully. Accordingly, the Trustees have a reasonable expectation that the Charity have adequate resources to continue in operational existence for the foreseeable future. Therefore, they continue to support the going concern basis of accounting in preparing the annual accounts.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

The directors of the company are also charity trustees for the purposes of charity law and under the company's articles of Association are known as members of the charity. The board meets (at least) four times a year and considers such matters as the appointment of trustees, the approval of Annual Reports and Accounts and the appointment of the independent examiner. The quorum necessary for the transaction of business of the trustees is a minimum of two or the number nearest to one third of the total number of members entitled to vote, whichever is larger at the AGM and two at other times. We currently have 4 Trustees and all members give their time voluntarily and receive no benefits from the charity.

LFLC LIMITED

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

09355535 (England and Wales)

Registered Charity number

1160792

Registered office

Wellington House
273-275 High Street
London Colney
St Albans
Hertfordshire
AL2 1HA

Trustees

Mrs S Tripp Headteacher
Rev N Asbridge Vicar
J D Carrick Teacher
Ms K L Allen Personal Development Consultant (resigned 18/5/2022)
M W Cato Head of Secondary Behaviour Support

Company Secretary

Independent Examiner

Newman Morris Limited
Chartered Accountants
Wellington House
273-275 High Street
London Colney
Hertfordshire
AL2 1HA

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

Approved by order of the board of trustees on 31 October 2022 and signed on its behalf by:

Mrs S Tripp - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
LFLC LIMITED

Independent examiner's report to the trustees of Lflc Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 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 the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

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

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

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

David Harris
ACCA
Newman Morris Limited
Chartered Accountants
Wellington House
273-275 High Street
London Colney
Hertfordshire
AL2 1HA

31 October 2022

LFLC LIMITED**STATEMENT OF FINANCIAL ACTIVITIES**
FOR THE YEAR ENDED 31 DECEMBER 2021

		Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	-	-	-	145
Charitable activities					
Charity Grant		-	14,862	14,862	35,566
Other trading activities	3	74,319	-	74,319	43,445
Other income	4	91,851	-	91,851	16,329
Total		<u>166,170</u>	<u>14,862</u>	<u>181,032</u>	<u>95,485</u>
EXPENDITURE ON					
Raising funds		12,501	2,476	14,977	334
Charitable activities					
Shop expense		5,560	-	5,560	121,228
Charity Grant		123,908	-	123,908	9,985
Other		<u>2,747</u>	<u>-</u>	<u>2,747</u>	<u>-</u>
Total		<u>144,716</u>	<u>2,476</u>	<u>147,192</u>	<u>131,547</u>
NET INCOME/(EXPENDITURE)		21,454	12,386	33,840	(36,062)
RECONCILIATION OF FUNDS					
Total funds brought forward		24,314	-	24,314	60,376
TOTAL FUNDS CARRIED FORWARD		<u><u>45,768</u></u>	<u><u>12,386</u></u>	<u><u>58,154</u></u>	<u><u>24,314</u></u>

The notes form part of these financial statements

LFLC LIMITED**BALANCE SHEET**
31 DECEMBER 2021

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	8	2,914	-	2,914	6,576
CURRENT ASSETS					
Debtors	9	24,556	-	24,556	3,094
Cash at bank and in hand		34,720	12,386	47,106	21,982
		59,276	12,386	71,662	25,076
CREDITORS					
Amounts falling due within one year	10	(16,422)	-	(16,422)	(7,338)
NET CURRENT ASSETS		42,854	12,386	55,240	17,738
TOTAL ASSETS LESS CURRENT LIABILITIES		45,768	12,386	58,154	24,314
NET ASSETS		45,768	12,386	58,154	24,314
FUNDS	12				
Unrestricted funds				45,768	24,314
Restricted funds				12,386	-
TOTAL FUNDS				58,154	24,314

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

The notes form part of these financial statements

LFLC LIMITED

BALANCE SHEET - continued
31 DECEMBER 2021

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

The financial statements were approved by the Board of Trustees and authorised for issue on 31 October 2022 and were signed on its behalf by:

S Tripp - Trustee

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

INCOME

Income is recognised in the period in which entitlement is established, and economic benefit is probable where the value can be measured reliably. Donations of cash, are recognised as income once LFLC has the right to receive the donation, it is probable that the income will be received, and the amount of the donation can be measured. Trading income is recognised on point of sale for both donated and purchased goods.

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

TANGIBLE FIXED ASSETS

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

Fixtures and fittings - 25% on reducing balance

FUND ACCOUNTING

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

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

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

HIRE PURCHASE AND LEASING COMMITMENTS

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS

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

DONATED GOODS

Donated goods are of low value and recognised when income is received, unsold donated items are not included in closing stock since their cost is nil and their value is uncertain until sold.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**2. DONATIONS AND LEGACIES**

	2021	2020
	£	£
Gifts	-	145

3. OTHER TRADING ACTIVITIES

	2021	2020
	£	£
Fundraising events	-	1,157
Shop income	74,319	42,288
	<u>74,319</u>	<u>43,445</u>

4. OTHER INCOME

	2021	2020
	£	£
Legal fees - Joe Morris Legacy	-	2,789
Shared services	39,054	13,540
JRS Grant	27,937	-
Support grants	24,860	-
	<u>91,851</u>	<u>16,329</u>

5. NET INCOME/(EXPENDITURE)

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

	2021	2020
	£	£
Depreciation - owned assets	3,662	2,193
Other operating leases	13,878	17,397

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**7. STAFF COSTS**

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

	2021	2020
Full time staff	1	1
Part time staff	5	5
	<u>6</u>	<u>6</u>

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

8. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2021 and 31 December 2021	<u>9,168</u>	<u>80</u>	<u>9,248</u>
DEPRECIATION			
At 1 January 2021	2,617	55	2,672
Charge for year	<u>3,656</u>	<u>6</u>	<u>3,662</u>
At 31 December 2021	<u>6,273</u>	<u>61</u>	<u>6,334</u>
NET BOOK VALUE			
At 31 December 2021	<u>2,895</u>	<u>19</u>	<u>2,914</u>
At 31 December 2020	<u>6,551</u>	<u>25</u>	<u>6,576</u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	17,419	-
Other debtors	553	-
Prepayments	<u>6,584</u>	<u>3,094</u>
	<u>24,556</u>	<u>3,094</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
Trade creditors	6,095	5,865
Social security and other taxes	-	(373)
VAT	1,357	846
Provisions	8,970	-
Accrued expenses	-	1,000
	<u>16,422</u>	<u>7,338</u>

11. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021	2020
	£	£
Within one year	<u>13,878</u>	<u>9,090</u>

12. MOVEMENT IN FUNDS

	At 1/1/21	Net movement in funds	At 31/12/21
	£	£	£
Unrestricted funds			
General fund	24,314	21,454	45,768
Restricted funds			
Restricted fund	-	12,386	12,386
TOTAL FUNDS	<u>24,314</u>	<u>33,840</u>	<u>58,154</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	166,170	(144,716)	21,454
Restricted funds			
Restricted fund	14,862	(2,476)	12,386
TOTAL FUNDS	<u>181,032</u>	<u>(147,192)</u>	<u>33,840</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**12. MOVEMENT IN FUNDS - continued****Comparatives for movement in funds**

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	60,376	(36,062)	24,314
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>60,376</u>	<u>(36,062)</u>	<u>24,314</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	85,500	(121,562)	(36,062)
Restricted funds			
Restricted fund	9,985	(9,985)	-
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>95,485</u>	<u>(131,547)</u>	<u>(36,062)</u>

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

	At 1/1/20 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	60,376	(14,608)	45,768
Restricted funds			
Restricted fund	-	12,386	12,386
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>60,376</u>	<u>(2,222)</u>	<u>58,154</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**12. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	251,670	(266,278)	(14,608)
Restricted funds			
Restricted fund	24,847	(12,461)	12,386
TOTAL FUNDS	<u>276,517</u>	<u>(278,739)</u>	<u>(2,222)</u>

13. RELATED PARTY DISCLOSURES

During the year LFLC Limited received £39,054 from West Lea School for charges under a formal shared services agreement. LFLC Limited and West Lea School are related by virtue that Susan Tripp (Treasurer), James Carrick (Deputy Headmaster) and Nigel Ashbridge (Governor) at West Lea School.

14. POST BALANCE SHEET EVENTS

The company operates two charity shops selling donated and upcycled goods, with the takings being in both cash and payment card. Following the year end it was discovered that there had been a gradual theft of takings, which had occurred over a period of several months.

Upon review it has been calculated that the overall loss amounted to £12,289.72, which has been provided for in these accounts.

The company has more than sufficient unrestricted reserves following this write off, and although significant does not affect the company's ability to operate as a going concern.

The theft had arisen as there had been an unauthorised change in procedures, which upon discovery resulted in the processes being re implemented and improved with increased reporting to the trustees and monitoring by them.

The trustees are in contact with their insurers, however there is no indication at this time if any insurance claim will be successful and it has therefore been decided to provide for the loss in full.

The theft has also been reported to the Charity Commission using the Reporting a Serious Incident process, which they have acknowledged and responded that they are satisfied that the Trustees are dealing with the matter appropriately and responsibly.

LFLC LIMITED**DETAILED STATEMENT OF FINANCIAL ACTIVITIES**
FOR THE YEAR ENDED 31 DECEMBER 2021

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Gifts	-	145
Other trading activities		
Fundraising events	-	1,157
Shop income	74,319	42,288
	<hr/> 74,319	<hr/> 43,445
Charitable activities		
Grants	14,862	35,566
Other income		
Legal fees - Joe Morris Legacy	-	2,789
Shared services	39,054	13,540
JRS Grant	27,937	-
Support grants	24,860	-
	<hr/> 91,851	<hr/> 16,329
Total incoming resources	<hr/> 181,032	<hr/> 95,485
EXPENDITURE		
Raising donations and legacies		
Fund raising expenses	2,487	334
Packaging	200	-
	<hr/> 2,687	<hr/> 334
Charitable activities		
Purchases	5,560	3,466
Grants to institutions	-	630
	<hr/> 5,560	<hr/> 4,096
Other		
Service costs	2,740	-
Donations	54	-
	<hr/> 2,794	<hr/> -
Support costs		
Management		
Wages	88,052	79,056
Carried forward	88,052	79,056

This page does not form part of the statutory financial statements

LFLC LIMITED**DETAILED STATEMENT OF FINANCIAL ACTIVITIES**
FOR THE YEAR ENDED 31 DECEMBER 2021

	2021	2020
	£	£
Management		
Brought forward	88,052	79,056
Social security	1,163	86
Pensions	491	41
Rent	13,878	17,397
Rates and water	1,774	1,400
Insurance	1,777	1,596
Light and heat	1,620	1,289
Telephone	1,455	1,811
Postage and stationery	382	253
Advertising	-	16
Premises expenses	1,320	2,387
Staff refreshments	3	29
Cleaning	15	186
Staff training	600	-
	<hr/>	<hr/>
	112,530	105,547
 Finance		
Bank charges	2,504	1,416
 Other		
Subscriptions	175	-
Fixtures and fittings	3,656	2,184
Computer equipment	6	8
	<hr/>	<hr/>
	3,837	2,192
 Governance costs		
Accountancy fee	2,990	2,940
Legal fees	2,000	10,057
Bad debts	12,290	4,965
	<hr/>	<hr/>
	17,280	17,962
 Total resources expended	<hr/>	<hr/>
	147,192	131,547
 Net income/(expenditure)	<hr/>	<hr/>
	33,840	(36,062)
	<hr/>	<hr/>

This page does not form part of the statutory financial statements