

**COMPANY REGISTRATION NUMBER 09596510**

**GOODHEART ANIMAL SANCTUARIES  
COMPANY LIMITED BY GUARANTEE  
FINANCIAL STATEMENTS  
FOR THE SEVEN MONTHS ENDED  
31 DECEMBER 2020**

**Charity Number 1162923**

**GOODHEART ANIMAL SANCTUARIES**  
**COMPANY LIMITED BY GUARANTEE**  
**FINANCIAL STATEMENTS**  
**SEVEN MONTHS ENDED 31 DECEMBER 2020**

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# GOODHEART ANIMAL SANCTUARIES

## COMPANY LIMITED BY GUARANTEE

### REFERENCE AND ADMINISTRATIVE DETAILS, TRUSTEES AND ADVISERS

**Registered charity name** Goodheart Animal Sanctuaries

**Charity number** 1162923

**Company registration number** 09596510

**Registered office**  
The Nickless Farm  
Milson  
Kidderminster  
Worcestershire  
DY14 0BE

**Directors and trustees**  
J L Cross  
D Jones  
D A Walker

**Company secretary** D Jones

**Independent auditors**  
Haines Watts  
Chartered Accountants  
Sterling House  
97 Lichfield Street  
Tamworth  
Staffordshire  
B79 7QF



**GOODHEART ANIMAL SANCTUARIES**  
**COMPANY LIMITED BY GUARANTEE**  
**TRUSTEES ANNUAL REPORT**  
**SEVEN MONTHS ENDED 31 DECEMBER 2020**

The Trustees, who are also directors for the purposes of company law, present their report and the audited financial statements of the company for the seven months ended 31 December 2020.

The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP) 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) as amended by Update Bulletin 1 (effective 1 January 2015).

Since the Charity qualifies as small under section 383 the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 is not required.

**REFERENCE AND ADMINISTRATIVE DETAILS**

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

**OBJECTIVES AND ACTIVITIES**

**a. Policies and objectives**

In setting objectives and planning for activities the Trustees have given due consideration to general guidance published by the charity commission relating to public benefit.

The Charity has been established for:

1. The relief of suffering of animals in need of care and attention, particularly by the provision of facilities for the running of animal sanctuaries; and
2. The conservation, preservation and protection of endangered species of animals.

**b. Activities for achieving objectives**

It is the intention of the Charity to establish one or more animal sanctuaries and to also make grants to organisations involved in the conservation, preservation and protection of endangered species of animals. It is also intended to make grants to organisations involved in conservation and providing care for rescued animals.



**GOODHEART ANIMAL SANCTUARIES**  
**COMPANY LIMITED BY GUARANTEE**  
**TRUSTEES ANNUAL REPORT** *(continued)*  
**SEVEN MONTHS ENDED 31 DECEMBER 2020**

**ACHIEVEMENTS AND PERFORMANCE**

**Review of activities 1 June 2020 to 31 December 2020**

**Goodheart Animal Sanctuaries**

The priorities for this period were the ongoing development of the Goodheart Farm Animal Sanctuary which is based at Nickless Farm; the adaption of our Education and Outreach Programme in light of Covid 19; the development of the charity's small Fundraising and Marketing Team and extending further support for Wiccaweys Rescued Border Collies and Working Sheepdogs.

**Goodheart Farm Animal Sanctuary**

The Farm Animal Sanctuary continued to provide excellent care for the rescued animals who live within its 92 acres; reflecting its verification status under the Global Federation of Sanctuaries.

During the period the Sanctuary rescued 18 animals, taking it to near capacity, with 370 animals in total. Two further Animal Care Assistants were recruited and trained.

Planning permission was granted for the new pig barn design and the work started in December 2020. Plans were drawn up for the construction of a Home for Rescued Hens which will have the capacity for caring for 160 rescued hens at any one time.

**Goodheart Education and Outreach**

Goodheart's Education and Outreach Manager adapted the education programme in light of Covid 19 and was able to successfully deliver on the following:

Development and delivery of a visitor programme which specifically offers a high-quality, hands-on experience for small groups (up to 6),

the adaption of the education provision to have more of a digital focus offering online lessons, collaborating with other likeminded organisations such as Compassion in World Farming to produce an educational webinar, producing a series of short, educational lectures which were broadcast across our social media channels,

begin work on the outdoor education area using funding already secured. Info on outdoor education area can be found here: <https://www.goodheartanimalsanctuaries.com/goodheart-outdoor-education-area/>

**Goodheart Fundraising Team**

In August 2020, Goodheart recruited a Fundraising Manager who was joined later by a Marketing Assistant. As a team they have developed fundraising strategies for Goodheart. Appeals were formulated; initially as an emergency request for funds to help during the Covid-19 pandemic which met its target of £5,000. The groundwork was laid to develop income streams from corporate partners; challenges and events; individual giving; community; appeals and grants. In addition the existing membership and adoption programme was reviewed and priority given to redevelopment of the adoption programme which is underway.

The creation of engaging posts for Goodheart's social media platforms saw followers increase to 5,500.



# GOODHEART ANIMAL SANCTUARIES

## COMPANY LIMITED BY GUARANTEE

### TRUSTEES ANNUAL REPORT *(continued)*

#### SEVEN MONTHS ENDED 31 DECEMBER 2020

#### **Wiccaweys Rescued Border Collies and Working Sheepdogs**

Goodheart continued to provide financial support to enable Wiccaweys Rescued Border Collies and Working Sheepdogs CIC to manage a care team to help with the rehabilitation and rehoming of the rescued dogs. While rehoming numbers reduced due to Covid-19, Wiccaweys continued to work within the guidelines to rehome dogs and also work with colleagues in Romania and Ireland bringing over dogs in need of homes where possible. Wiccaweys and Goodheart started consultation with ACD Projects to plan the redevelopment of the kennel facilities which are in need of an upgrade. Initial designs were drawn up and, while work continues on this, a fundraising strategy will be developed to raise the necessary funds.

#### **Covid-19**

Goodheart Animal Sanctuaries has a small core team who work mainly from home. We also have our animal care team at the Farm Animal Sanctuary and support the care team at Wiccaweys. During the first lockdown and subsequently throughout 2020, Goodheart followed all government guidelines and thankfully did not have any confirmed Covid-19. No one in the charity was furloughed as we could not spare any of our carers and the core team continued to focus on fundraising.

#### **Investment policy and performance**

Surplus cash balances are currently held on deposit at reputable financial institutions to facilitate easy access to manage the liquidity of the Charity.

### **FINANCIAL REVIEW**

#### **a. Going concern**

After making appropriate enquiries the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they have adopted the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

#### **b. Financial management**

The management team prepare the annual operational budget for the charity and this is approved by the Trustees prior to the commencement of the financial period.

The Trustees receive quarterly reports on the financial performance of the charity. These include an income and expenditure statement compared to budget.

#### **c. Reserves policy**

The trustees have established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets ("the free reserves") held by the charity should be approximately 6 months basic running costs which equates to approximately £163,000 in general funds. We are currently working towards this target.



**GOODHEART ANIMAL SANCTUARIES**  
**COMPANY LIMITED BY GUARANTEE**  
**TRUSTEES ANNUAL REPORT** *(continued)*  
**SEVEN MONTHS ENDED 31 DECEMBER 2020**

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**a. Constitution**

The company is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 18 May 2015. Its registered charity number is 1162923.

**b. Method of appointment or election of Trustees**

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

**c. Risk management**

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity and are satisfied that the systems and procedures are in place to mitigate its exposure to the major risks.

**PLANS FOR FUTURE PERIODS**

The continuing development of the Fundraising team, which will include a 3-5 year strategy, to help the charity become more self-sufficient in terms of operating costs as well as securing funds for capital projects.

The outdoor education area will be completed and a new programme of outdoor learning for primary, secondary and special educational needs and disabilities students will be launched. This will also include animal assisted interventions for small, controlled groups of children and young people. The new Forest School 'After school and holiday club' aiming to get more young children outside and interacting with the natural world, will begin in spring/summer 2021.

At the Farm Animal Sanctuary, the construction of the pig barn will be completed as will the construction of a toilet block for the use of visitors and school groups.

The team will work to secure funding for and construct the new hen area and begin fundraising for 2022 construction plans to include the stable and intensive care block (subject to planning permission).

A late summer Open Day is being planned (Covid-19 allowing) and plans for the 2nd Goodheart Gala; originally scheduled for July 2021, will continue with a view to hosting the event early in 2022.

At Wiccaweys the plans for the redevelopment of the kennels will be completed and submitted for planning approval.



# **GOODHEART ANIMAL SANCTUARIES**

## **COMPANY LIMITED BY GUARANTEE**

### **TRUSTEES ANNUAL REPORT *(continued)***

**SEVEN MONTHS ENDED 31 DECEMBER 2020**

#### **TRUSTEES' RESPONSIBILITIES STATEMENT**

The Trustees (who are also directors of Goodheart Animal Sanctuaries for the purposes of Company Law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the Trustees to prepare financial statements for each financial period. 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 the incoming resources and the application of resources, including the income and expenditure, of the charitable company 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 of the Charities SORP;
- Make judgements and accounting estimates that are reasonable and prudent;
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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.

#### **DISCLOSURE OF INFORMATION TO AUDITORS**

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that;

- so far as that Trustee is aware there is no relevant audit information of which the charitable company's auditors are unaware; and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

#### **AUDITORS**

The auditors, Haines Watts, have indicated their willingness to continue in office. The Delegated Trustees will propose a motion re-appointing the auditors at a meeting of the Trustees.

This report was approved by the Trustees on 20 May 2021 and signed on their behalf by;



D A Walker - Director



**GOODHEART ANIMAL SANCTUARIES**  
**COMPANY LIMITED BY GUARANTEE**  
**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF**  
**GOODHEART ANIMAL SANCTUARIES**  
**SEVEN MONTHS ENDED 31 DECEMBER 2020**

**Opinion**

We have audited the financial statements of Goodheart Animal Sanctuaries (the 'charitable company') for the seven months ended 31 December 2020 which comprise the statement of financial activities, balance sheet, statement of cashflows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020, and of its incoming resources and application of resources, including its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, not all future events or conditions can be predicted. The COVID-19 viral pandemic is one of the most significant economic events for the UK with unprecedented levels of uncertainty of outcomes. It is therefore difficult to evaluate all of the potential implications on the Charity, its activities and the wider economy.



# **GOODHEART ANIMAL SANCTUARIES**

## **COMPANY LIMITED BY GUARANTEE**

### **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GOODHEART ANIMAL SANCTUARIES *(continued)***

**SEVEN MONTHS ENDED 31 DECEMBER 2020**

#### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements, and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement set out on page 6, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.



# **GOODHEART ANIMAL SANCTUARIES**

## **COMPANY LIMITED BY GUARANTEE**

### **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GOODHEART ANIMAL SANCTUARIES *(continued)***

#### **SEVEN MONTHS ENDED 31 DECEMBER 2020**

#### **Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



**GOODHEART ANIMAL SANCTUARIES**

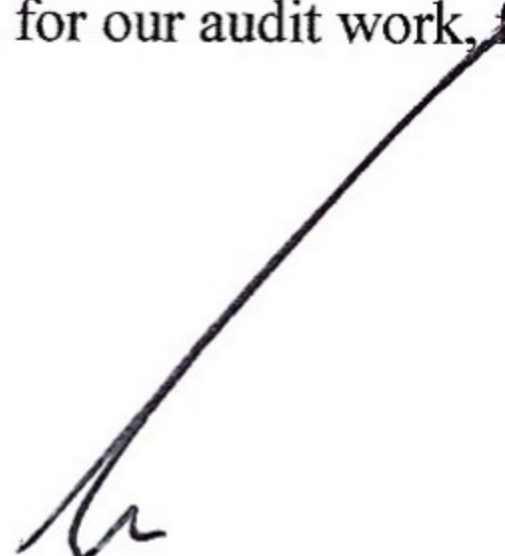
**COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
GOODHEART ANIMAL SANCTUARIES *(continued)***

**SEVEN MONTHS ENDED 31 DECEMBER 2020**

**Use of our report**

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Stephen Butler BA FCA (Senior Statutory Auditor)  
For and on behalf of Haines Watts  
Chartered Accountants and Statutory Auditors  
Sterling House  
97 Lichfield Street  
Tamworth  
Staffordshire  
B79 7QF

20 May 2021



# GOODHEART ANIMAL SANCTUARIES

## COMPANY LIMITED BY GUARANTEE

### STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)

SEVEN MONTHS ENDED 31 DECEMBER 2020

	Note	Unrestricted funds £	Restricted funds £	Total funds Dec 2020 £	Total funds May 2020 £
<b>INCOMING RESOURCES</b>					
Incoming resources from generating funds:					
Investment income	2	13	-	13	16
Donations and grants		210,290	62,125	272,415	495,939
Other incoming resources	3	7,481	-	7,481	7,519
<b>TOTAL INCOMING RESOURCES</b>		<b>217,784</b>	<b>62,125</b>	<b>279,909</b>	<b>503,474</b>
<b>RESOURCES EXPENDED</b>					
	4				
Charitable Activities		259,262	25,726	284,988	470,365
Support costs		46,291	-	46,291	73,008
<b>TOTAL RESOURCES EXPENDED</b>		<b>305,553</b>	<b>25,726</b>	<b>331,279</b>	<b>543,373</b>
<b>NET MOVEMENT IN FUNDS FOR THE PERIOD</b>		<b>(87,769)</b>	<b>36,399</b>	<b>(51,370)</b>	<b>(39,899)</b>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		3,351,500	5,500	3,357,000	3,396,899
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>3,263,731</b>	<b>41,899</b>	<b>3,305,630</b>	<b>3,357,000</b>

The Statement of Financial Activities includes all gains and losses in the period and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes form part of these financial statements.



**GOODHEART ANIMAL SANCTUARIES****COMPANY LIMITED BY GUARANTEE****BALANCE SHEET****31 DECEMBER 2020**

	Note	Dec 2020 £	May 2020 £
<b>FIXED ASSETS</b>			
Intangible assets	7	1,237	2,968
Tangible assets	8	3,219,452	3,210,225
<b>CURRENT ASSETS</b>			
Stock		500	1,000
Debtors	9	65,610	113,232
Cash at bank and in hand		40,030	44,216
		<u>106,140</u>	<u>158,448</u>
<b>CREDITORS: amounts falling due within one year</b>	10	<u>21,199</u>	<u>14,641</u>
<b>NET CURRENT ASSETS</b>		<b>84,941</b>	<b>143,807</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u><b>3,305,630</b></u>	<u><b>3,357,000</b></u>
<b>NET ASSETS</b>		<u><b>3,305,630</b></u>	<u><b>3,357,000</b></u>
<b>FUNDS</b>			
Restricted funds	11	41,899	5,500
Unrestricted funds	12	3,263,731	3,351,500
<b>TOTAL FUNDS</b>		<u><b>3,305,630</b></u>	<u><b>3,357,000</b></u>

These financial statements were approved by the Trustees and authorised for issue on the 20 May 2021 and are signed on their behalf by:



D A Walker - Director

Company Registration Number: 09596510

**The notes form part of these financial statements.**



**GOODHEART ANIMAL SANCTUARIES**  
**COMPANY LIMITED BY GUARANTEE**  
**STATEMENT OF CASH FLOWS**  
**31 DECEMBER 2020**

	Note	Dec 2020 £	May 2020 £
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net cash provided by operating activities	13	35,842	15,802
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of tangible fixed assets		(40,028)	(36,753)
Purchase of intangible assets		-	-
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<u>(40,028)</u>	<u>(36,753)</u>
<b>CHANGE IN CASH AND CASH EQUIVALENTS IN THE PERIOD</b>		(4,186)	(20,951)
Cash and cash equivalents brought forward		<u>44,216</u>	<u>65,167</u>
<b>CASH AND CASH EQUIVALENTS CARRIED FORWARD</b>		<u>40,030</u>	<u>44,216</u>
<b>RELATING TO: Cash at bank and in hand</b>		<u>40,030</u>	<u>44,216</u>

The notes form part of these financial statements.



**GOODHEART ANIMAL SANCTUARIES**  
**COMPANY LIMITED BY GUARANTEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEVEN MONTHS ENDED 31 DECEMBER 2020**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements of the charitable company, which is a public benefit entity under FRS102, have been prepared in accordance with the Charities SORP (FRS102) '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 (FRS102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Critical accounting judgements and key sources of estimation uncertainty**

In the application of the company's accounting policies, which are described in this note, Trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period.

**Company status**

The charity is a company limited by guarantee. The members of the company are the trustees named on the members of the board page. In the event of the charity being wound up the liability in respect of the guarantee is limited to £1 per member of the charity.

**Fund accounting**

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise of unrestricted funds that have been set aside by the trustees for particular purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each fund is set out in the notes to the financial statements.

**Income**

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy.

Income tax recoverable in relations to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Investment income is included where receivable.



**GOODHEART ANIMAL SANCTUARIES**  
**COMPANY LIMITED BY GUARANTEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEVEN MONTHS ENDED 31 DECEMBER 2020**

**1. ACCOUNTING POLICIES** *(continued)*

**Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity are apportioned between those activities on a basis consistent with the use of resources.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such as grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

**Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Branding	-	25% on a straight line basis
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**Fixed assets and depreciation**

All fixed assets are initially recorded at cost.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of Financial Activities incorporating Income and Expenditure Account.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is not charged on freehold land. Depreciation is provided at rates to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Freehold property	-	2% on a straight line basis. Land is not depreciated.
Buildings improvements	-	2% on a straight line basis
Equipment	-	25% on a straight line basis
Vehicles	-	25% on a straight line basis



**GOODHEART ANIMAL SANCTUARIES**  
**COMPANY LIMITED BY GUARANTEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEVEN MONTHS ENDED 31 DECEMBER 2020**

**1. ACCOUNTING POLICIES** *(continued)*

**Debtors**

Trade and other debtors are recognised at the settlement amount. Prepayments are valued at the amount prepaid.

**Cash at bank and in hand**

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**Liabilities**

Liabilities are recognised when there is an obligation at the Balance Sheet date as the result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

**Financial instruments**

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

**2. INVESTMENT INCOME**

	<b>Dec 2020</b>	<b>May 2020</b>
	<b>£</b>	<b>£</b>
Interest received	<u>13</u>	<u>16</u>

**3. OTHER INCOMING RESOURCES**

	<b>Dec 2020</b>	<b>May 2020</b>
	<b>£</b>	<b>£</b>
Rural payments agency	7,446	7,459
Miscellaneous income	35	60
	<u>7,481</u>	<u>7,519</u>



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**4. ANALYSIS OF TOTAL RESOURCES EXPENDED**

	Charitable activities £	Support costs £	Dec 2020 £	Total funds May 2020 £
Cost of raising funds	34,054	3,288	37,342	60,538
Support to other animal sanctuaries and charities	77,339	6,436	83,775	156,313
Support Goodheart Animal Sanctuary	173,595	36,567	210,162	326,522
	<u>284,988</u>	<u>46,291</u>	<u>331,279</u>	<u>543,373</u>

Support to other sanctuaries comprise various contributions to the Farm Animal Sanctuary and to Wicaweys Rescued Border Collies and Working Sheepdogs CIC. In addition to these monetary contributions both the Farm Animal Sanctuary and Wicaweys Rescued Border Collies and Working Sheepdogs CIC also benefit from the occupancy of land and buildings owned by the charity on a rent-free basis.

**4a. SUPPORT COSTS ALLOCATION**

	Facilities and estates £	Management £	Total Dec 2020 £	Total May 2020 £
Costs of raising funds	-	3,288	3,288	8,144
Charitable activities – Relief of suffering of animals				
Support to other animal sanctuaries and charities	-	6,436	6,436	9,726
Support Goodheart Animal Sanctuary	22,122	14,445	36,567	55,138
	<u>22,122</u>	<u>24,169</u>	<u>46,291</u>	<u>73,008</u>

All indirect support costs have been allocated into our main areas of expenditure as required by Charities SORP FRS 102. This gives an allocation of our resources as follows:

Costs of generating funds	11.95%
Charitable activities – support to other sanctuaries	27.14%
Charitable activities – support to Goodheart Animal Sanctuary	60.91%

Facilities and estates are primarily allocated on a usage basis whilst management costs are allocated on the basis of direct resources spent.



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**5. NET MOVEMENT IN FUNDS FOR THE PERIOD**

This is stated after charging:

	Dec 2020	May 2020
	£	£
Auditors' remuneration	4,200	4,200
Amortisation	1,731	2,968
Depreciation	<u>30,801</u>	<u>51,912</u>

**6. STAFF COSTS AND EMOLUMENTS**

Total staff costs were as follows:

	Dec 2020	May 2020
	£	£
Wages and salaries	91,988	123,621
Social security costs	4,325	7,911
Other pension costs	1,963	2,580
	<u>98,276</u>	<u>134,112</u>

**Particulars of employees:**

The average number of employees during the period was as follows:

	Dec 2020	May 2020
	No.	No.
Sanctuary staff	<u>7</u>	<u>6</u>

No employee received remuneration of more than £60,000 pro rata during the period (May 2020 - Nil).

**7. INTANGIBLE FIXED ASSETS**

	Total
	£
<b>COST</b>	
At 1 June 2020	11,872
Additions	-
<b>At 31 December 2020</b>	<u>11,872</u>
<b>DEPRECIATION</b>	
At 1 June 2020	8,904
Charge for the period	1,731
<b>At 31 December 2020</b>	<u>10,635</u>
<b>NET BOOK VALUE</b>	
<b>At 31 December 2020</b>	<u>1,237</u>
At 31 May 2020	<u>2,968</u>



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**8. TANGIBLE FIXED ASSETS**

	Land and buildings £	Building improvements £	Equipment £	Vehicles £	Total £
<b>COST</b>					
At 1 June 2020	2,992,380	333,638	44,200	14,934	3,385,152
Additions	-	39,658	370	-	40,028
Disposals	-	-	-	-	-
<b>At 31 December 2020</b>	<b>2,992,380</b>	<b>373,296</b>	<b>44,570</b>	<b>14,934</b>	<b>3,425,180</b>
<b>DEPRECIATION</b>					
At 1 June 2020	112,216	20,277	31,232	11,202	174,927
Charge for the period	17,766	4,357	6,500	2,178	30,801
On disposals	-	-	-	-	-
<b>At 31 December 2020</b>	<b>129,982</b>	<b>24,634</b>	<b>37,732</b>	<b>13,380</b>	<b>205,728</b>
<b>NET BOOK VALUE</b>					
<b>At 31 December 2020</b>	<b>2,862,398</b>	<b>348,662</b>	<b>6,838</b>	<b>1,554</b>	<b>3,219,452</b>
At 31 May 2020	2,880,164	313,361	12,968	3,732	3,210,225

**9. DEBTORS**

	Dec 2020 £	May 2020 £
Trade debtors	-	125
Other debtors	58,107	102,306
Prepayments	7,503	10,801
	<b>65,610</b>	<b>113,232</b>

**10. CREDITORS: amounts falling due within one year**

	Dec 2020 £	May 2020 £
Trade creditors	8,351	5,450
PAYE and social security	3,955	2,837
Accruals	8,893	6,354
	<b>21,199</b>	<b>14,641</b>



# GOODHEART ANIMAL SANCTUARIES

## COMPANY LIMITED BY GUARANTEE

### NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2020

#### 11. RECONCILIATION OF RESTRICTED FUNDS

	Balance at 1 Jun 2020 £	Incoming resources £	Outgoing resources £	Balance at 31 Dec 2020 £
Beryl Evetts & Robert Luff Animal Welfare Trust	2,500	-	(2,500)	-
Roger & Douglas Turner Charitable Trust	3,000	-	(3,000)	-
Moondance Foundation	-	33,150	(12,226)	20,924
National Lottery	-	975	-	975
L E Andrews	-	5,000	(5,000)	-
Sylvia Waddilove Foundation	-	3,000	(3,000)	-
Olsen Animal Trust	-	20,000	-	20,000
	<u>5,500</u>	<u>62,125</u>	<u>(25,726)</u>	<u>41,899</u>

#### 12. RECONCILIATION OF UNRESTRICTED FUNDS

	Balance at 1 Jun 2020 £	Incoming resources £	Outgoing resources £	Balance at 31 Dec 2020 £
General Funds	<u>3,351,500</u>	<u>217,784</u>	<u>(305,553)</u>	<u>3,263,731</u>

#### 13. CASH GENERATED FROM OPERATIONS

	Dec 2020 £	May 2020 £
Net movement in funds for the period	(51,370)	(39,899)
<b>Adjustments for:</b>		
Depreciation of tangible assets	30,801	51,912
Amortisation of intangible assets	1,731	2,968
	(18,838)	14,981
<b>Movements in working capital:</b>		
Decrease/(Increase) in stock	500	903
Decrease/(Increase) in debtors	47,622	7,989
(Decrease)/Increase in creditors	6,558	(8,071)
<b>Cash generated/(used in) from operations</b>	<u>35,842</u>	<u>15,802</u>



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**14. RELATED PARTY TRANSACTIONS**

During the seven months ended 31 December 2020 the charity received donations amounting to £113,126 (May 2020: £394,502) from the Trustees, excluding gift aid recoveries.