

**REGISTERED COMPANY NUMBER: 09596510 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1162923**

**Report of the Trustees and**  
**Financial Statements for the Year Ended 31 December 2022**  
**for**  
**Goodheart Animal Sanctuaries**

**Haines Watts Tamworth Limited**  
**Chartered Accountants and Statutory Auditors**  
**Sterling House,**  
**97 Lichfield Street**  
**Tamworth**  
**Staffordshire**  
**B79 7QF**

**Goodheart Animal Sanctuaries**

**Contents of the Financial Statements  
for the Year Ended 31 December 2022**

	<b>Page</b>
<b>Report of the Trustees</b>	<b>1 to 4</b>
<b>Report of the Independent Auditors</b>	<b>5 to 8</b>
<b>Statement of Financial Activities</b>	<b>9</b>
<b>Balance Sheet</b>	<b>10</b>
<b>Cash Flow Statement</b>	<b>11</b>
<b>Notes to the Cash Flow Statement</b>	<b>12</b>
<b>Notes to the Financial Statements</b>	<b>13 to 20</b>

## Goodheart Animal Sanctuaries

### Report of the Trustees for the Year Ended 31 December 2022

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 2022. 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).

#### STRATEGIC REPORT

##### Achievement and performance

###### Charitable activities

During 2022 GHFAS saw the completion of the Pig Barn Project which had been in the making since opening the sanctuary in 2017. The pig barn itself provides a safe and secure area for the majority of our rescued pigs; it also backs onto our woodland which the pigs have free access to. The barn has been designed to enable the care team to carry out efficient animal husbandry and to create a safe environment for visitors and students to meet and interact with our pigs. 2022 also saw the completion of the Goodheart Home for Rescued Hens. This is a facility that has increased our capacity for rescued hens to over 100. The facility consists of four different areas, each containing a large run and secure nighttime area. The hen area has been designed to give the hens the opportunity to choose when they go to roost and when they rise in the morning, as they are secured within a large area overnight.

Planning started for the development of the Rehabilitation and Special Care Unit; a facility that will care for rescued animals who are in need of special care; provide quarantine facilities and also accommodation for the sanctuary's rescued horses.

GHFAS continued its association with the British Hen Welfare Trust offering our Sanctuary as the location for their regular hen rehoming days. These happens six or seven times a year and helps approximately 1,000 former egg-laying hens find new homes in their retirement.

The care team continued to receive regular training ensuring the sanctuary and its residents are well looked after.

Our profile on social media platforms continued to grow, introducing our work to thousands of people in an engaging way, with its focus on the stories and activities of the individual rescued animals who live at the Sanctuary.

An important aspect of our work continued via our Visitor and Education programme. Along with our Open Days, Goodheart hosted regular visits via Airbnb receiving 5 star reviews; we continued to host school visits and began the preparation for corporate days, aiming to introduce our work to all ages and backgrounds and to raise funds for our outreach work. We also introduced 'pignics' - a fun way to host visitors and give them the experience of enjoying lunch with our rescued pigs.

A main achievement for 2022 was being named Outstanding Farmed Animal Sanctuary by the Global Federation of Animal Sanctuaries. This reflected our commitment to all aspects of running a sanctuary from exceptional animal welfare standards through to fulfilling all necessary compliances.

Goodheart Animal Sanctuaries also continued with its support for Wicaways Rescued Border Collies; providing funds for the care of the rescued dogs along with practical support in the form of help with accountancy through to fundraising.

###### Fundraising activities

The Fundraising team of two worked on their fundraising strategy to raise the profile of Goodheart and elevate its brand to help secure funds for ongoing projects and running costs.

Following completion of the Home for Rescued Hens project (with nearly £36,000 raised), the Pig Barn project target was surpassed raising £28,500 in March 2022. The Rehabilitation & Special Care Unit campaign was then kickstarted with the auctioning of foundation stones at the Goodheart Gala raising £11,000, subsequently a corporate donation of £7000; an anonymous donation of £7500; a Trust donation of £2000 and a £10,000 'in memory donation', plus additional individual donations, totalling nearly £39,300. The balance then being gratefully received from a generous in memory legacy, completing the funding of this project within just 9 months. The build will be called The Merry Rehabilitation and Special Care Unit. The hugely popular Animal Adoption scheme surpassed 970 adoptions and continues to attract new supporters.

Funding was secured from the Veg Trust for our new innovative education pilot, Ethical Chick Hatching project and March 2022 saw Goodheart's 2nd successful Fundraising Gala raising £63,000 gross, hosting 138 guests at Stanbrook Abbey, Worcestershire. A successful Open Weekender was held welcoming 605 people over the 2 days and raising nearly £3,500 allowing supporters to see our work first hand, learn more about the sanctuary and connect with our special rescued residents.

**Goodheart Animal Sanctuaries**  
**Report of the Trustees**  
**for the Year Ended 31 December 2022**

**STRATEGIC REPORT**

**Financial review**

**Financial position**

The trustees are very pleased to see income gradually improving as a result of the generosity of our supporters and money received from trust/legacies which has allowed us to continue our work of caring for our animal residents and to improving the facilities at the sanctuary.

Costs are also increasing and the trustees are aware that the gap between costs and income (excluding donations from Trustees) is still large and the charity needs to find ways to reduce the gap.

In 2023 we anticipate selling another property we own: Brackenmoor Lodge, which we expect to raise between £350,000 to £400,000

Whilst the charity works hard to increase both income and income streams with the aim of making the charity self sufficient; the Trustees will continue to cover the difference between costs and income.

**Reserves policy**

As the charity's income (excluding Trustee donations) is well below the cost of running the charity, we are not in a position to hold reserves for long periods. The charity's money is held in a business account with Barclays Bank and from here invoices, salaries etc are paid. As previously stated the Trustees will continue to donate to cover the cost of any shortfalls between income and costs.

**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.

**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.

**Plans For Future Period**

During 2023 our aim is to continue the development of the sanctuary infrastructure by building the Rehabilitation and Special care unit. This unit will be made up of 5 or 6 stable blocks and used to house animals recovering from or receiving, medical treatment. Additionally it will house a treatment room.

We will look to build an outside toilet block which will help enhance our visitors experience.

On the subject of visitors we are keen to increase the number of visitors we welcome to the sanctuary by introducing new visitor opportunities for individuals, small groups or larger groups i.e. schools.

From the start our ambition has been to make the sanctuary self-sufficient rather than relying significantly on the founders. We have much work to achieve this ambition; so we will continue to look to find ways to increase our income from various sources, individuals, Trusts, companies etc.

Part of our mission is to increase awareness to the lives of farm animals and let more people understand that farm animals are sentient beings with their own characteristics, feelings, emotions etc. We will do some of this by increasing our reach through social media channels.

**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.

**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.

**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.



## **Goodheart Animal Sanctuaries**

### **Report of the Trustees for the Year Ended 31 December 2022**

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**  
09596510 (England and Wales)

**Registered Charity number**  
1162923

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

**Trustees**  
J L Cross  
Ms D Jones  
D A Walker

**Company Secretary**  
Ms D Jones

**Auditors**  
Haines Watts Tamworth Limited  
Chartered Accountants and Statutory Auditors  
Sterling House,  
97 Lichfield Street  
Tamworth  
Staffordshire  
B79 7QF

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

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

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

#### **AUDITORS**

The auditors, Haines Watts Tamworth Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**Goodheart Animal Sanctuaries**  
**Report of the Trustees**  
**for the Year Ended 31 December 2022**

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 9 May 2024 and signed on the board's behalf by:

A handwritten signature in black ink, appearing to be 'D A Walker', written in a cursive style.

D A Walker - Trustee

**Report of the Independent Auditors to the Members of  
Goodheart Animal Sanctuaries**

**Opinion**

We have audited the financial statements of Goodheart Animal Sanctuaries (the 'charitable company') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 (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 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year 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 Auditors' 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**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors 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 this gives rise to a material misstatement in the financial statements themselves. 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.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

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

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**Report of the Independent Auditors to the Members of  
Goodheart Animal Sanctuaries**

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, 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.

## **Report of the Independent Auditors to the Members of Goodheart Animal Sanctuaries**

### **Our responsibilities for the audit of the financial statements**

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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

### **Identifying and assessing potential risks related to irregularities**

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- results of our enquiries of management about their own identification and assessment of the risks and irregularities;
- any matters we identified having obtained an understanding of the company policies and procedures relating to:
  - identifying, evaluating and complying with laws and regulations and whether they are aware of any instances of non-compliance;
  - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
  - the internal controls set up to mitigate risks of fraud or non-compliance with laws and regulations
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud;
- obtaining an understanding of the legal and regulatory framework that the company operates in, focusing on those laws and regulations that had a direct effect on the financial statements, including UK Companies Act 2006, pensions and tax legislation;
- provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid material penalty. These include the non adherence to animal welfare requirements and safety legislation surrounding public visits to the sanctuary when taking part in educational programmes.

As a result of performing the above, we did not identify any key audit matters related to the potential risk of fraud or non-compliance with laws and regulations.

### **Audit response to risks identified**

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- enquiring of management concerning actual and potential legal action and claims;
- carrying out analytical procedure to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud, including review of independently prepared management accounts;
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments;
- assessing whether the judgements made in making accounting estimates are indicative of a potential bias;
- evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business; and
- considering performance targets and their influence on efforts made by management to manage earnings

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

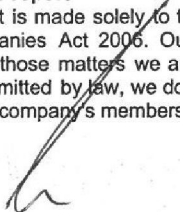
Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Members of  
Goodheart Animal Sanctuaries**

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 members 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 Tamworth Limited  
Chartered Accountants and Statutory Auditors  
Sterling House,  
97 Lichfield Street  
Tamworth  
Staffordshire  
B79 7QF

9 May 2024

**Goodheart Animal Sanctuaries**

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

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	553,771	127,991	681,762	667,479
<b>Charitable activities</b>	4				
Animal Welfare - Goodheart Animal Sanctuary		93,963	-	93,963	12,800
Investment income	3	552	-	552	62
Other income		56	-	56	-
<b>Total</b>		<u>648,342</u>	<u>127,991</u>	<u>776,333</u>	<u>680,341</u>
 <b>EXPENDITURE ON</b>					
Raising funds	5	114,084	-	114,084	100,258
<b>Charitable activities</b>	6				
Animal Welfare - Goodheart Animal Sanctuary		310,923	3,188	314,111	363,629
Animal Welfare - Other animal sanctuaries and charities		152,627	-	152,627	143,139
<b>Total</b>		<u>577,634</u>	<u>3,188</u>	<u>580,822</u>	<u>607,026</u>
 <b>NET INCOME</b>		70,708	124,803	195,511	73,315
 <b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		3,306,632	72,313	3,378,945	3,305,630
 <b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>3,377,340</u></u>	<u><u>197,116</u></u>	<u><u>3,574,456</u></u>	<u><u>3,378,945</u></u>

The notes form part of these financial statements



**Goodheart Animal Sanctuaries**

**Balance Sheet  
31 December 2022**

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	13	3,299,059	58,201	3,357,260	3,361,658
<b>CURRENT ASSETS</b>					
Stocks	14	4,740	-	4,740	4,474
Debtors	15	82,936	-	82,936	44,331
Cash at bank and in hand		20,415	138,915	159,330	24,558
		<u>108,091</u>	<u>138,915</u>	<u>247,006</u>	<u>73,363</u>
<b>CREDITORS</b>					
Amounts falling due within one year	16	(29,810)	-	(29,810)	(56,076)
<b>NET CURRENT ASSETS</b>		<u>78,281</u>	<u>138,915</u>	<u>217,196</u>	<u>17,287</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>3,377,340</u>	<u>197,116</u>	<u>3,574,456</u>	<u>3,378,945</u>
<b>NET ASSETS</b>		<u>3,377,340</u>	<u>197,116</u>	<u>3,574,456</u>	<u>3,378,945</u>
<b>FUNDS</b>	18				
Unrestricted funds				3,377,340	3,306,632
Restricted funds				197,116	72,313
<b>TOTAL FUNDS</b>				<u>3,574,456</u>	<u>3,378,945</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 9 May 2024 and were signed on its behalf by:



D A Walker - Trustee

**Goodheart Animal Sanctuaries**

**Cash Flow Statement  
for the Year Ended 31 December 2022**

	Notes	2022 £	2021 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	187,371	162,416
Net cash provided by operating activities		<u>187,371</u>	<u>162,416</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(38,134)	(192,367)
Interest received		12	2
Net cash used in investing activities		<u>(38,122)</u>	<u>(192,365)</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>149,249</u>	<u>(29,949)</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>	2	<u>10,081</u>	<u>40,030</u>
<b>Cash and cash equivalents at the end of the reporting period</b>	2	<u><u>159,330</u></u>	<u><u>10,081</u></u>

The notes form part of these financial statements

**Goodheart Animal Sanctuaries**

**Notes to the Cash Flow Statement  
for the Year Ended 31 December 2022**

**1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2022 £	2021 £
Net income for the reporting period (as per the Statement of Financial Activities)	195,511	73,315
<b>Adjustments for:</b>		
Depreciation charges	42,532	51,399
Interest received	(12)	(2)
Increase in stocks	(266)	(3,974)
(Increase)/decrease in debtors	(38,605)	21,279
(Decrease)/increase in creditors	(11,789)	20,399
<b>Net cash provided by operations</b>	<u>187,371</u>	<u>162,416</u>

**2. ANALYSIS OF CASH AND CASH EQUIVALENTS**

	2022 £	2021 £
Cash in hand	5	5
Notice deposits (less than 3 months)	159,325	24,553
Overdrafts included in bank loans and overdrafts falling due within one year	-	(14,477)
<b>Total cash and cash equivalents</b>	<u>159,330</u>	<u>10,081</u>

**3. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1/1/22 £	Cash flow £	At 31/12/22 £
<b>Net cash</b>			
Cash at bank and in hand	24,558	134,772	159,330
Bank overdraft	(14,477)	14,477	-
	<u>10,081</u>	<u>149,249</u>	<u>159,330</u>
<b>Total</b>	<u>10,081</u>	<u>149,249</u>	<u>159,330</u>

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

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.

**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.

In preparing these financial statements, the directors have made the following judgements:

- A provision is recognised when the company has a present legal or constructive obligation as a result of a past event for which it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. If the effect is material, provisions are determined by discounting the expected future cash flow at a rate that reflects the Time value of money and the risks specific to the liability.
- Whether a present obligation is probable or not requires judgement. The nature and type of risks for these provisions differ and Trustee's judgement is applied regarding the nature and extent of obligations in deciding if an outflow of resources is probable or not.
- Depreciation and residual values. Trustees have reviewed the asset lives and associated residual value of all fixed asset classes and concluded that they are appropriate.

The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In re-assessing asset lives, factors such as technological innovation, product life cycles and maintenance programmes are taken into account. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projects disposal values.

**Income**

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.

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.

**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.

**Intangible assets**

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% straight line

**Goodheart Animal Sanctuaries**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022**

**1. ACCOUNTING POLICIES - continued**

**Tangible fixed assets**

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

Freehold property	- 2% on cost (Excluding Land)
Improvements to property	- 2% on cost
Plant and machinery	- 25% on cost
Motor vehicles	- 25% on cost

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

**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.

**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.

**2. DONATIONS AND LEGACIES**

	2022 £	2021 £
Donations	409,672	541,604
Gift aid	97,273	87,208
Legacies	149,380	-
Grants	25,437	38,667
	<u>681,762</u>	<u>667,479</u>

Grants received, included in the above, are as follows:

	2022 £	2021 £
Waterloo Foundation	-	6,500
Ecclesiastical Insurance	-	1,000
Tesco Bags of Help	-	1,000
Animal Friends Insurance	-	5,000
Animal Defence Trust	-	1,000
Anonymous	-	17,135
Rural Payments Agency	7,446	7,032
Karuna	7,000	-
Veg Trust Ltd	991	-
L E Andrews	10,000	-
	<u>25,437</u>	<u>38,667</u>

**Goodheart Animal Sanctuaries**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022**

**3. INVESTMENT INCOME**

	2022	2021
	£	£
Rents received	540	60
Deposit account interest	12	2
	<u>552</u>	<u>62</u>

**4. INCOME FROM CHARITABLE ACTIVITIES**

	Activity	2022	2021
		£	£
Education & advocacy	Animal Welfare - Goodheart Animal Sanctuary	5,214	3,650
Adoptions	Animal Welfare - Goodheart Animal Sanctuary	29,099	120
Fundraising events	Animal Welfare - Goodheart Animal Sanctuary	47,957	-
Shop income	Animal Welfare - Goodheart Animal Sanctuary	11,693	9,030
		<u>93,963</u>	<u>12,800</u>

**5. RAISING FUNDS**

**Cost of raising funds**

	2022	2021
	£	£
Staff costs	65,831	61,545
Gala expenses	19,838	-
Purchases	3,094	1,510
Advertising	1,782	5,036
Adoption and membership packs	8,147	6,887
Open days	1,819	2,259
Staff travel expenses	1,358	1,354
Depreciation	-	1,237
Support costs	12,215	20,430
	<u>114,084</u>	<u>100,258</u>

**6. CHARITABLE ACTIVITIES COSTS**

	Direct Costs	Support costs (see note 7)	Totals
	£	£	£
Animal Welfare - Goodheart Animal Sanctuary	243,119	70,992	314,111
Animal Welfare - Other animal sanctuaries and charities	139,971	12,656	152,627
	<u>383,090</u>	<u>83,648</u>	<u>466,738</u>

Support to other sanctuaries comprise various contributions to Wiccaweys Rescued Border Collies and Working Sheepdogs CIC. In addition to these monetary contributions both the Farm Animal Sanctuary and Wiccaweys 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.

# Goodheart Animal Sanctuaries

## Notes to the Financial Statements - continued for the Year Ended 31 December 2022

### 7. SUPPORT COSTS

	Facilities and Estates £	Governance costs £	Totals £
Raising donations and legacies	-	12,215	12,215
Animal Welfare - Goodheart Animal Sanctuary	42,532	28,460	70,992
Animal Welfare - Other animal sanctuaries and charities	-	12,656	12,656
	<u>42,532</u>	<u>53,331</u>	<u>95,863</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	16.560%
Charitable activities - support to other sanctuaries	25.685%
Charitable activities - support to Goodheart Animal Sanctuary	57.755%

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

### 8. NET INCOME/(EXPENDITURE)

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

	2022 £	2021 £
Auditors' remuneration	4,200	4,200
Depreciation - owned assets	42,532	50,161
Branding amortisation	-	1,237
	<u>46,732</u>	<u>55,598</u>

### 9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

#### Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

### 10. STAFF COSTS

	2022 £	2021 £
Wages and salaries	192,361	181,710
Social security costs	5,465	11,841
Other pension costs	4,086	4,059
	<u>201,912</u>	<u>197,610</u>

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

	2022	2021
Sanctuary staff	9	8

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



Goodheart Animal Sanctuaries

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

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	635,844	31,635	667,479
<b>Charitable activities</b>			
Animal Welfare - Goodheart Animal Sanctuary	12,800	-	12,800
Investment income	62	-	62
<b>Total</b>	<b>648,706</b>	<b>31,635</b>	<b>680,341</b>
<b>EXPENDITURE ON</b>			
Raising funds	100,258	-	100,258
<b>Charitable activities</b>			
Animal Welfare - Goodheart Animal Sanctuary	362,408	1,221	363,629
Animal Welfare - Other animal sanctuaries and charities	143,139	-	143,139
<b>Total</b>	<b>605,805</b>	<b>1,221</b>	<b>607,026</b>
<b>NET INCOME</b>	<b>42,901</b>	<b>30,414</b>	<b>73,315</b>
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	3,263,731	41,899	3,305,630
<b>TOTAL FUNDS CARRIED FORWARD</b>	<b>3,306,632</b>	<b>72,313</b>	<b>3,378,945</b>

12. INTANGIBLE FIXED ASSETS

	Branding £
<b>COST</b>	
At 1 January 2022 and 31 December 2022	11,872
<b>AMORTISATION</b>	
At 1 January 2022 and 31 December 2022	11,872
<b>NET BOOK VALUE</b>	
At 31 December 2022	-
At 31 December 2021	-

**Goodheart Animal Sanctuaries**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022**

**13. TANGIBLE FIXED ASSETS**

	Freehold property £	Improvements to property £	Plant and machinery £	Motor vehicles £	Totals £
<b>COST</b>					
At 1 January 2022	2,992,380	565,664	44,571	14,934	3,617,549
Additions	-	38,134	-	-	38,134
At 31 December 2022	<u>2,992,380</u>	<u>603,798</u>	<u>44,571</u>	<u>14,934</u>	<u>3,655,683</u>
<b>DEPRECIATION</b>					
At 1 January 2022	160,437	35,949	44,571	14,934	255,891
Charge for year	30,455	12,077	-	-	42,532
At 31 December 2022	<u>190,892</u>	<u>48,026</u>	<u>44,571</u>	<u>14,934</u>	<u>298,423</u>
<b>NET BOOK VALUE</b>					
At 31 December 2022	<u>2,801,488</u>	<u>555,772</u>	<u>-</u>	<u>-</u>	<u>3,357,260</u>
At 31 December 2021	<u>2,831,943</u>	<u>529,715</u>	<u>-</u>	<u>-</u>	<u>3,361,658</u>

**14. STOCKS**

	2022 £	2021 £
Stocks	<u>4,740</u>	<u>4,474</u>

**15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022 £	2021 £
Other debtors	75,010	30,677
Prepayments	7,926	13,654
	<u>82,936</u>	<u>44,331</u>

**16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022 £	2021 £
Bank loans and overdrafts (see note 17)	-	14,477
Trade creditors	12,182	23,728
Social security and other taxes	8,381	2,986
Pension	766	770
Accrued expenses	8,481	14,115
	<u>29,810</u>	<u>56,076</u>

**17. LOANS**

An analysis of the maturity of loans is given below:

	2022 £	2021 £
Amounts falling due within one year on demand:		
Bank overdrafts	<u>-</u>	<u>14,477</u>

Goodheart Animal Sanctuaries

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

18. MOVEMENT IN FUNDS

	At 1/1/22 £	Net movement in funds £	At 31/12/22 £
<b>Unrestricted funds</b>			
General fund	3,306,632	70,708	3,377,340
<b>Restricted funds</b>			
Pig Barn	43,075	8,917	51,992
Goat Village	-	10,000	10,000
Education	8,314	(2,105)	6,209
Toilet Block	20,924	-	20,924
Rehab & Special Care Unit	-	107,000	107,000
Ethical Chick Hatching Project	-	991	991
	<u>72,313</u>	<u>124,803</u>	<u>197,116</u>
<b>TOTAL FUNDS</b>	<u>3,378,945</u>	<u>195,511</u>	<u>3,574,456</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	648,342	(577,634)	70,708
<b>Restricted funds</b>			
Pig Barn	10,000	(1,083)	8,917
Goat Village	10,000	-	10,000
Education	-	(2,105)	(2,105)
Rehab & Special Care Unit	107,000	-	107,000
Ethical Chick Hatching Project	991	-	991
	<u>127,991</u>	<u>(3,188)</u>	<u>124,803</u>
<b>TOTAL FUNDS</b>	<u>776,333</u>	<u>(580,822)</u>	<u>195,511</u>

Comparatives for movement in funds

	At 1/1/21 £	Net movement in funds £	At 31/12/21 £
<b>Unrestricted funds</b>			
General fund	3,263,731	42,901	3,306,632
<b>Restricted funds</b>			
Pig Barn	20,000	23,075	43,075
Education	975	7,339	8,314
Toilet Block	20,924	-	20,924
	<u>41,899</u>	<u>30,414</u>	<u>72,313</u>
<b>TOTAL FUNDS</b>	<u>3,305,630</u>	<u>73,315</u>	<u>3,378,945</u>

**Goodheart Animal Sanctuaries**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022**

**18. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended, £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	648,706	(605,805)	42,901
<b>Restricted funds</b>			
Pig Barn	24,135	(1,060)	23,075
Education	7,500	(161)	7,339
	<u>31,635</u>	<u>(1,221)</u>	<u>30,414</u>
<b>TOTAL FUNDS</b>	<u>680,341</u>	<u>(607,026)</u>	<u>73,315</u>

**19. RELATED PARTY DISCLOSURES**

During the year ended 31 December 2022 the charity received donations amounting to £358,010 (2021: £467,431) from the Trustees, excluding gift aid recoveries.