

YELLOW RIBBON COMMUNITY CHAPLAINCY

Charity registration number 1168292

Company registration number 09639884 (England and Wales)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2023

YELLOW RIBBON COMMUNITY CHAPLAINCY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr T R Currie Mr P Walker Rev T A Bryan Mr R C Scoulding	(Appointed 30 March 2023)
Secretary	Mrs P D Mack	
Charity number	1168292	
Company number	09639884	
Registered office	Meeting Point House Southwater Square Telford Shropshire TF3 4HS	
Independent examiner	Audrey Williams FCCA Dyke Yaxley Limited 1 Brassey Road Old Potts Way Shrewsbury Shropshire SY3 7FA	

YELLOW RIBBON COMMUNITY CHAPLAINCY

CONTENTS

	Page
Trustees' report	1 - 4
Independent examiner's report	5
Statement of financial activities	6
Balance sheet	7
Statement of cash flows	8
Notes to the financial statements	9 - 17

YELLOW RIBBON COMMUNITY CHAPLAINCY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 JULY 2023

The trustees present their annual report and financial statements for the year ended 31 July 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

Yellow Ribbon Community Chaplaincy is a registered charity working in Shropshire and the Midlands for the public benefit to promote the health and wellbeing, education and relief of poverty of those persons who are in prison, those leaving prison, those at risk of offending and their families by providing resettlement and rehabilitation services including, but not limited to, the provision of mentoring, training, accommodation and support services.

Vision

Our Vision is to journey with people through the many obstacles they face into a sustainable future. Key to this transformation is building a trusted and valued relationship so their voice is heard. Focusing on the one is essential, as each of our clients is unique and needs support tailored to their needs.

Mission

Our Mission is to support the resettlement of people being released from prison and prevent reoffending by acting as a bridge between the statutory sector and the community through mentoring.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

This last year has been a year of transition. The charity achieved its outcomes in the Building Better Opportunities Partnership in Shropshire as well as community grants in the last year of this funding. This funded a therapeutic approach to helping clients address life challenges, alongside employment support tailored to each person's goals. It continued to enable the development of the charity, building capacity and discipline.

A new community hub is being developed at Halfway House on the Wrekin. Significant senior management time has been invested in developing the vision and collaborating with partners to widen the scope of the community chaplaincy to enable the unblocking of potential in younger people at risk of offending. Last year, the Bridgnorth farm project gave great opportunities for the development of soft skills and a range of practical skills in a therapeutic and outdoor environment and we are looking to build upon this.

Housing support continues to strengthen, delivering a wide range of interventions which bring significant change. We opened a new house in Wolverhampton, West Midlands, a third house in Walsall and two further flats in Telford. We have been invited into Worcestershire so that we can offer more people leaving prison, a much-needed resource and work closely with criminal justice partners and the local authority to provide a safe, sustainable and stable living environment.

The development of our comprehensive support is continuing to be shaped within our three priorities; somewhere safe and stable to live; something meaningful to do; someone to walk alongside you.

Prison mentoring and training took place in 3 prisons; Stoke Heath, Hewell and Oakwood. An Employability support course was introduced at Stoke Heath with several months of in-depth work with 22 men. The course was highly acclaimed as it worked through all departments at the prison and real transformation was witnessed. The housing team also worked closely with the drug and inclusion team at Oakwood and visited Brinsford. Yellow Ribbon continue to work with the Probation Service and the Community Chaplaincy Association, our umbrella body to develop support for those engaging with chaplaincies in prison. Our pilot work, faith is formally recognised as a protective characteristic for those leaving prison.

YELLOW RIBBON COMMUNITY CHAPLAINCY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

Financial review

In 2022/23 the charity had a total income of £663,060 and a total expenditure of £588,449. The stronger surplus is continuing to build the reserve to cover operational costs which is vital to a growing charity. In 2022/23, we maintained a tight control on expenditure and we will continue to do so in 2023/24. The charity is in its seventh year as an independent organisation. There continues to be significant growth. We have successfully completed our fourth and fifth community grant projects. The Riverside base was closed as a project base as the site is being redeveloped and Meeting Point House is still our office base. Its location in Southwater provides a strong community resource to our clients. Together this has resulted in the growing income. In 2023/24, the budgeted income and expenditure is expected to grow as the housing scheme grows in Telford, Stafford, Shrewsbury, Walsall and Wolverhampton. Income from employability support services continued to benefit our clients. It is projected to end with an increased surplus. Whilst, the European social funding and Building Better Opportunities funding ended in March 2023, opportunities for expansion in housing will enable us to redeploy staff accordingly. No adverse movement has occurred in the period to date to cause us to alter that projection.

The trustees are moving towards between three and six months reserves to cover operating costs and are focused on staff salaries. Operating lease commitments have been carefully reviewed.

The level set recognises salaries as the major areas of expenditure and takes account of the fact that vulnerable people are dependent on the services supplied, and the charity is dependent in part on voluntary gifts and donations.

The trustees review the charity's main risks on a regular basis. They are responsible for approving and overseeing the implementation of any changes to procedures, training or other actions to mitigate the risks the charity faces. A formal Risk Register will be established by the trustees in the next six months. All areas which are RAG rated, with high priority areas separately reported.

Plans for future periods

Aims & Priorities

1. Somewhere safe and secure to live
2. Something meaningful to do
3. Someone to walk alongside

Our five-year Strategic Plan 2019-2024 has 5 objectives which are:

1. Develop mentoring and befriending capability
2. Enhance employment pathway
3. Accommodation – improve access and quality
4. Strengthen the recovery journey
5. Set up effective infrastructure

YELLOW RIBBON COMMUNITY CHAPLAINCY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

2023 OUTCOMES

Over the last year, we have worked with

- 125 people were directly helped through our supported living scheme
- Average length of stay is 26 weeks
- 90 people were mentored
- 24 people engaged with the BBO employment support
- 26 people engaged in Community Grant employment support
- 22 people have gone into further training
- 4 people secured employment

Volunteers and Mentors

The charity is a mentoring organisation at its heart. In October 2013, the project piloted a mentoring approach to supporting those leaving prison who were returning to Shropshire. In March 2015, the charity was accredited with the Approved Provider Standard from the Mentoring and Befriending Foundation. This is an extract from the final report.

"The recommendation to approve the project for APS is given without reservation. Yellow Ribbon has internal mechanisms and procedures that demonstrate a commitment to robust organisation and a high standard of project working, along with strong inter-agency partnership and community networking. With the value 'everyone is unique', the project is set up to be supportive, responsive and flexible as needs arise, and with the in-built strength in the flow of communication between staff and volunteers, they actively seek to achieve their purpose and provide a quality service."

From this foundation, the charity started developing its vision for the scaling up of this work across the region. This was encouraged by probation and prison resettlement teams. In the three years to 2018, the charity trained over 100 mentors. Since then mentoring has continued to be a core provision provided by the staff. However in 2020, the National Faith lead encouraged us to continue with this work regionally. A fresh information sharing agreement was completed with the restructured probation service in 2021. Yellow Ribbon Community Chaplaincy is the single point of contact for mentoring through the gate into faith communities in the West Midlands. The charity is inspired to develop a regional and connected mentoring network across the Midlands.

Structure, governance and management

The charity is a charitable company limited by guarantee and governed by its Memorandum and Articles of Association dated 17 April 2015. It is also registered as a charity with the Charity Commission. In the event of winding up, members' liabilities are limited to £1 each.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr T R Currie

Mr P Walker

Mrs L Towers

(Resigned 20 March 2024)

Rev T A Bryan

Mr R C Scoulding

(Appointed 30 March 2023)

Mr P M Bell

(Resigned 28 March 2023)

Trustees are appointed by resolution of the existing trustees, Trustees are familiar with the practical work of the charity and attend information events to keep up-to-date. Any new trustees receive all relevant information relating to the charity and undergo induction covering decision making processes, key employees and future plans and objectives. They are also advised of their legal obligations as trustees.

YELLOW RIBBON COMMUNITY CHAPLAINCY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

The trustees meet quarterly through the year and ad-hoc as events dictate. They receive Financial reports as well as regular updates on the charity's activities and fundraising. They are responsible for the overall legal, financial and strategic direction and development of the charity.

Day-to-day management, including finance, HR and operations, is the responsibility of the CEO. She is supported by other members of the management team, who meet weekly, and who take responsibility for the assets of the charity, the supported housing and fundraising.

Small Company Exemption

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Public Benefit

The trustees consider that they have complied with the duty to have due regard to public benefit guidance published by the Commission.

The trustees' report was approved by the Board of Trustees.

...*T.R Currie*.....

Mr T R Currie
Chair of the Board of Trustees

Date: ..27th April 2024.....

YELLOW RIBBON COMMUNITY CHAPLAINCY

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF YELLOW RIBBON COMMUNITY CHAPLAINCY

I report to the trustees on my examination of the financial statements of Yellow Ribbon Community Chaplaincy (the charity) for the year ended 31 July 2023.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity 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 the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of Association of Chartered Certified Accountants (ACCA) - UK, which is one of the listed bodies.

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

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.

Audrey Williams FCCA
Dyke Yaxley Limited



1 Brassey Road
Old Potts Way
Shrewsbury
Shropshire
SY3 7FA

Dated: 29/4/24

YELLOW RIBBON COMMUNITY CHAPLAINCY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2023

		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Notes						
Income from:							
Donations and legacies	3	59,356	-	59,356	50,750	-	50,750
Charitable activities	4	523,349	79,507	602,856	439,879	98,020	537,899
Investments	5	848	-	848	-	-	-
Total income		583,553	79,507	663,060	490,629	98,020	588,649
Expenditure on:							
Charitable activities	6	496,875	91,574	588,449	405,827	98,020	503,847
Net incoming/(outgoing) resources before transfers		86,678	(12,067)	74,611	84,802	-	84,802
Gross transfers between funds		(12,067)	12,067	-	-	-	-
Net income for the year/ Net movement in funds		74,611	-	74,611	84,802	-	84,802
Fund balances at 1 August 2022		180,454	-	180,454	95,652	-	95,652
Fund balances at 31 July 2023		255,065	-	255,065	180,454	-	180,454

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

YELLOW RIBBON COMMUNITY CHAPLAINCY

BALANCE SHEET

AS AT 31 JULY 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	12		1,813		4,672
Current assets					
Debtors	13	32,602		33,517	
Cash at bank and in hand		235,982		194,915	
		<u>268,584</u>		<u>228,432</u>	
Creditors: amounts falling due within one year	14	<u>(15,332)</u>		<u>(52,650)</u>	
Net current assets			253,252		175,782
Total assets less current liabilities			<u>255,065</u>		<u>180,454</u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	17	227,000		146,942	
General unrestricted funds		<u>28,065</u>		<u>33,512</u>	
			255,065		180,454
			<u>255,065</u>		<u>180,454</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 July 2023.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

The financial statements were approved by the Trustees on 27 April 2024

.... *T.R Currie*.....

Mr T R Currie

Chair of the Board of Trustees

Company registration number 09639884

YELLOW RIBBON COMMUNITY CHAPLAINCY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JULY 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash generated from operations	21		41,017		73,980
Investing activities					
Purchase of tangible fixed assets		(798)		(1,536)	
Investment income received		848		-	
Net cash generated from/(used in) investing activities			50		(1,536)
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			41,067		72,444
Cash and cash equivalents at beginning of year			194,915		122,471
Cash and cash equivalents at end of year			235,982		194,915

YELLOW RIBBON COMMUNITY CHAPLAINCY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

Charity information

Yellow Ribbon Community Chaplaincy is a private company limited by guarantee incorporated in England and Wales. The registered office is Meeting Point House, Southwater Square, Telford, Shropshire, TF3 4HS.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 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 and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

YELLOW RIBBON COMMUNITY CHAPLAINCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

1 Accounting policies

(Continued)

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Improvements to Leasehold land and buildings	50% Straight Line
Plant and equipment	25% Straight Line
Fixtures and fittings	25% Straight Line
Computers	25% Straight Line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated 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 where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

YELLOW RIBBON COMMUNITY CHAPLAINCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Donations and gifts	6,255	1,050
Grants receivable for core activities	53,101	49,700
	<u>59,356</u>	<u>50,750</u>
Grants receivable for core activities		
Lloyds Foundation Grant	35,250	33,000
Community Grants	16,651	15,000
Grants below £2,000	1,200	1,700
	<u>53,101</u>	<u>49,700</u>

4 Charitable activities

	2023	2022
	£	£
Employment support	79,507	98,020
Housing	493,099	427,132
Rental income and residential charges	30,250	12,747
	<u>602,856</u>	<u>537,899</u>
Analysis by fund		
Unrestricted funds	523,349	439,879
Restricted funds	79,507	98,020
	<u>602,856</u>	<u>537,899</u>

5 Investments

	Unrestricted funds	Total
	2023	2022
	£	£
Interest receivable	<u>848</u>	<u>-</u>

YELLOW RIBBON COMMUNITY CHAPLAINCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

6 Charitable activities

	Housing	Employment	Total	Housing	Employment	Total
	2023	Support	2023	2022	Support	2022
	£	£	£	£	£	£
Staff costs	152,867	91,574	244,441	214,510	98,020	312,530
Depreciation and impairment	3,657	-	3,657	4,596	-	4,596
Premise costs	311,728	-	311,728	160,752	-	160,752
	<u>468,252</u>	<u>91,574</u>	<u>559,826</u>	<u>379,858</u>	<u>98,020</u>	<u>477,878</u>
Share of support costs (see note 7)	28,623	-	28,623	25,969	-	25,969
	<u>496,875</u>	<u>91,574</u>	<u>588,449</u>	<u>405,827</u>	<u>98,020</u>	<u>503,847</u>
Analysis by fund						
Unrestricted funds	496,875	-	496,875	405,827	-	405,827
Restricted funds	-	91,574	91,574	-	98,020	98,020
	<u>496,875</u>	<u>91,574</u>	<u>588,449</u>	<u>405,827</u>	<u>98,020</u>	<u>503,847</u>

7 Support costs

	Support costs	Governance costs	2023	Support costs	Governance costs	2022
	£	£	£	£	£	£
Legal and professional	838	-	838	1,205	-	1,205
Office	3,221	-	3,221	3,589	-	3,589
Printing, postage and stationery	1,594	-	1,594	4,066	-	4,066
Rent	15,244	-	15,244	11,182	-	11,182
Insurance	2,769	-	2,769	2,874	-	2,874
Computer running costs	2,216	-	2,216	953	-	953
Independent examination	2,741	-	2,741	2,100	-	2,100
	<u>28,623</u>	<u>-</u>	<u>28,623</u>	<u>25,969</u>	<u>-</u>	<u>25,969</u>
Analysed between Charitable activities	<u>28,623</u>	<u>-</u>	<u>28,623</u>	<u>25,969</u>	<u>-</u>	<u>25,969</u>

There are no support costs for governance or fundraising in this year or in prior years.

YELLOW RIBBON COMMUNITY CHAPLAINCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

8	Net movement in funds	2023	2022
		£	£
	Net movement in funds is stated after charging/(crediting)		
	Depreciation of owned tangible fixed assets	3,657	4,596

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

10 Employees

The average monthly number of employees during the year was:

	2023	2022
	Number	Number
	17	12

Employment costs	2023	2022
	£	£
Wages and salaries	244,441	312,530

There were no employees whose annual remuneration was more than £60,000.

11 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

YELLOW RIBBON COMMUNITY CHAPLAINCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

12 Tangible fixed assets

	Improvements to Leasehold land and buildings	Plant and equipment	Fixtures and fittings	Computers	Total
	£	£	£	£	£
Cost					
At 1 August 2022	9,483	8,608	14,422	556	33,069
Additions	-	-	-	798	798
At 31 July 2023	9,483	8,608	14,422	1,354	33,867
Depreciation and impairment					
At 1 August 2022	9,483	8,563	10,164	187	28,397
Depreciation charged in the year	-	45	3,349	263	3,657
At 31 July 2023	9,483	8,608	13,513	450	32,054
Carrying amount					
At 31 July 2023	-	-	909	904	1,813
At 31 July 2022	-	-	4,672	-	4,672

13 Debtors

	2023	2022
	£	£
Amounts falling due within one year:		
Prepayments and accrued income	32,602	33,517

14 Creditors: amounts falling due within one year

	Notes	2023	2022
		£	£
Other taxation and social security		2,703	3,659
Deferred income	15	-	43,634
Trade creditors		2,760	-
Other creditors		591	-
Accruals		9,278	5,357
		15,332	52,650

15 Deferred income

	2023	2022
	£	£
Other deferred income	-	43,634

Deferred income is included in the financial statements as follows:

YELLOW RIBBON COMMUNITY CHAPLAINCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

15 Deferred income

(Continued)

	2023 £	2022 £
Deferred income is included within:		
Current liabilities	-	43,634
	<u> </u>	<u> </u>
Movements in the year:		
Deferred income at 1 August 2022	43,634	48,000
Released from previous periods	(43,634)	(48,000)
Resources deferred in the year	-	43,634
	<u> </u>	<u> </u>
Deferred income at 31 July 2023	-	43,634
	<u> </u>	<u> </u>

16 Restricted funds

The income funds of the charity include restricted funds comprising of the following:

	Movement in funds			Movement in funds			
	Incoming resources £	Resources expended £	Balance at 1 August 2022 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 July 2023 £
Employment Support	98,020	(98,020)	-	79,507	(91,574)	12,067	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

This fully spent fund is restricted for the use of employment support.

YELLOW RIBBON COMMUNITY CHAPLAINCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

17 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 August 2021 £	Transfers £	Balance at 1 August 2022 £	Transfers £	Balance at 31 July 2023 £
Operational reserve	60,149	84,793	144,942	(44,942)	100,000
Property repair fund	2,000	-	2,000	-	2,000
The Halfway House	-	-	-	125,000	125,000
	<u>62,149</u>	<u>84,793</u>	<u>146,942</u>	<u>80,058</u>	<u>227,000</u>

Operational reserve

This provides a reserve of at least 4 months operating costs. The operating lease commitments are covered by housing benefit income as per note 18 below.

Property repair fund

This is for the dilapidations at the end of lease.

The Halfway House

During the year, the charity's offer was accepted for the "The Halfway House", a property located on the Wrekin. The Wrekin is the best-known hill in the Shropshire Hills National landscape. Over 100,000 people visit the Wrekin every year, at least three quarters of them are locals. A designated reserve of £125,000 for the purchase of "The Halfway House" has been set up

18 Operating lease commitments

The fourteen Telford properties, two Stafford properties, three Walsall properties and one Wolverhampton property are leased from local landlords on one year leases. The two Shrewsbury properties are leased from Green Pastures at an annual cost of £11,160 and are coming to the end of their medium-term leases. Many of the leases began new fixed terms this year, although some remain on a rolling monthly notice, thereby increasing the commitment in 2023.

The café and furniture workshop lease finished this year. The office at Meeting Point House is on a quarterly rent.

	2023 £	2022 £
Within one year	69,627	45,943
Between two and five years	16,550	-
	<u>86,177</u>	<u>45,943</u>

YELLOW RIBBON COMMUNITY CHAPLAINCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2023

19 Capital commitments	2023	2022
	£	£
At 31 July 2023 the charity had capital commitments as follows:		
Contracted for but not provided in the financial statements:		
Acquisition of property, plant and equipment	450,000	-
	<u> </u>	<u> </u>
During the year, the charity's offer was accepted for the "The Halfway House", a property located on the Wrekin for a new community hub to be developed. The purchase is due to be complete in May 2024.		
20 Related party transactions		
There were no disclosable related party transactions during the year (2022 - none).		
21 Cash generated from operations	2023	2022
	£	£
Surplus for the year	74,611	84,802
Adjustments for:		
Investment income recognised in statement of financial activities	(848)	-
Depreciation and impairment of tangible fixed assets	3,657	4,596
Movements in working capital:		
Decrease/(increase) in debtors	915	(13,693)
Increase in creditors	6,316	2,641
(Decrease) in deferred income	(43,634)	(4,366)
Cash generated from operations	<u>41,017</u>	<u>73,980</u>