

The Macari Foundation
Unaudited Financial Statements
31 March 2023

GENERAL & MEDICAL ACCOUNTANTS LIMITED

Chartered Accountants
The Wedgwood Big House
1 Moorland Road
Stoke on Trent
Staffordshire
ST6 1DJ

The Macari Foundation

Financial Statements

Year ended 31 March 2023

	Page
Trustees' annual report	1
Statement of financial activities	5
Statement of financial position	6
Notes to the financial statements	7
The following pages do not form part of the financial statements	
Chartered accountants report to The Macari Foundation on the unaudited financial information	14

The Macari Foundation

Trustees' Annual Report

Year ended 31 March 2023

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2023.

Reference and administrative details

Registered charity name The Macari Foundation

Charity registration number 1168463

Principal office Genesis Centre
North Staffs Business Park
Innovation Way
Stoke on Trent
Staffordshire
ST6 4BF

The trustees A Smith
D J Marson
L Macari
N Hancock
P Macari

Accountant General & Medical Accountants Limited
Chartered Accountants
The Wedgwood Big House
1 Moorland Road
Stoke on Trent
Staffordshire
ST6 1DJ

The Macari Foundation

Trustees' Annual Report *(continued)*

Year ended 31 March 2023

Structure, governance and management

The Macari Foundation is a registered charity legally organised in the form of a Charitable Incorporation Organisation (CIO). The Trustees are the members of the CIO and their liability in the event of the CIO being wound up is limited to £1 each.

The charity and its property are managed and administered by its Trustees.

The charity has the following officers:

- (a) A Chair,
- (b) A Secretary,
- (c) A Treasurer.

A Trustee must be a member of the charity or the nominated representative of an organisation that is a member of the charity.

No one may be appointed a Trustee if he or she would be disqualified from acting under the provisions of the charity's constitutions.

The maximum number of Trustees will be eleven and the minimum number will be three (unless otherwise determined by a resolution of the charity in general meeting).

A Trustee may not appoint anyone to act on his or her behalf at meetings of the Trustees.

Objectives and activities

During the year, the charity operated from rented premises based at Unit 4 Regent Road, Stoke on Trent, ST1 3BX and The Victoria Village, Fletcher Road, Stoke on Trent, ST4 4AJ.

The centre aims to relieve poverty of persons who are homeless, at risk of becoming homeless or those who are suffering from associated issues such as substance misuse, mental health problems or crime and anti-social behaviour in North Staffordshire. This is achieved by providing night shelter accommodation, food and support to these persons to help them move on to independent living.

The trustees confirmed that due regard has been paid to the public benefit guidance as published by the Charity Commission.

The Macari Foundation

Trustees' Annual Report *(continued)*

Year ended 31 March 2023

Achievements and performance

The Macari Foundation continues to be overwhelmed with the number of homeless and vulnerable people it has been able to support and move on to permanent accommodation. It has partnered with like-minded organisations to support people with multiple needs across North Staffordshire.

The Macari Foundation is looking to further develop the Centre to ensure that this invaluable work continues. As part of this development, the Centre has secured a five year lease for its premises at The Victoria Village as well as short term rental properties for additional accommodation facilities in the locality. There is a dedicated team operating the Centre, who are trained to comply with health and safety regulations and quality compliance and also a strong focus to develop the support of the volunteers, with a real investment on capacity building through community; encouraging local communities to contribute through food gifts and bedding etc.

Partnership working is key to ensuring that people receive the best care and support, so The Macari Foundation continues to work with organisations, attending meetings where necessary and continuing to contribute to the multi-agency work that is carried out across North Staffordshire.

With homelessness on the rise, The Macari Foundation has filled a gap in the current provision for vulnerable people across the City, reducing social isolation and anti-social behaviour and providing people with a lifeline through food, shelter and care.

Financial review

Income

Income for year ended 31 March 2023 was £723,776 (2022: £958,244) comprising mainly of donations and rent received from Housing Benefits.

Expenditure

Expenditure for the year ended 31 March 2023 was £791,954 (2022: £751,630). Charitable activity expenditure accounts for the majority of total expenditure. With the reduction of public sector grants, the Charity has continued to invest in fundraising to ensure an uninterrupted service.

Surplus

The accounts for the year ended 31 March 2023 show a deficit of £68,178 (2022: surplus of £206,614).

The Trustees continue to support the excellent work that The Macari Foundation has started and they consider that there is a reasonable expectation that they have adequate resources to continue in operational existence for the foreseeable future and, for this reason, the Charity continues to adopt the 'going concern' basis in preparing the accounts.

Funds and reserves policy

The Trustees recognise the need to maintain a level of general reserves that enables financial stability, is adequate to meet the requirements of working capital and acts as a cushion against fluctuations in income and expenditure of the Foundation's activities. Such reserves are built up from operating surpluses.

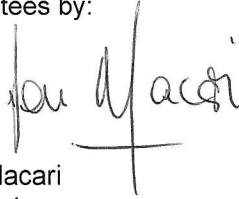
The Trustees' policy is that free reserves should be sufficient to manage the main risks of the Foundation and its working capital requirements. The main risks would be a loss of income from Housing Benefit and changes to government policy. The level of free reserves as at 31 March 2023 was £591,268 which the Trustees considered to be more than adequate for the Foundation's current needs. The Trustees have confirmed that a minimum of £50,000 is kept as free reserves at any point in time to ensure the short-term needs of the Foundation can be met.

The Macari Foundation

Trustees' Annual Report *(continued)*

Year ended 31 March 2023

The trustees' annual report was approved on 29 January 2024 and signed on behalf of the board of trustees by:

A handwritten signature in black ink, appearing to read 'L Macari', with a horizontal line drawn underneath the name.

L Macari
Trustee

The Macari Foundation
Statement of Financial Activities
Year ended 31 March 2023

			2023		2022
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Charitable activities	4	723,776	–	723,776	957,132
Other income	5	–	–	–	1,112
Total income		<u>723,776</u>	<u>–</u>	<u>723,776</u>	<u>958,244</u>
Expenditure					
Expenditure on charitable activities	6	789,309	2,645	791,954	751,630
Total expenditure		<u>789,309</u>	<u>2,645</u>	<u>791,954</u>	<u>751,630</u>
Net (expenditure)/income and net movement in funds		<u>(65,533)</u>	<u>(2,645)</u>	<u>(68,178)</u>	<u>206,614</u>
Reconciliation of funds					
Total funds brought forward		656,801	24,304	681,105	474,491
Total funds carried forward		<u>591,268</u>	<u>21,659</u>	<u>612,927</u>	<u>681,105</u>

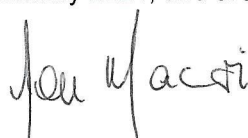
The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 7 to 12 form part of these financial statements.

The Macari Foundation
Statement of Financial Position
31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	9	125,649	146,162
Current assets			
Debtors	10	39,866	—
Cash at bank and in hand		461,692	654,595
		501,558	654,595
Creditors: amounts falling due within one year	11	14,280	110,740
Net current assets		487,278	543,855
Total assets less current liabilities		612,927	690,017
Creditors: amounts falling due after more than one year	12	—	8,912
Net assets		612,927	681,105
Funds of the charity			
Restricted funds		21,659	24,304
Unrestricted funds		591,268	656,801
Total charity funds	14	612,927	681,105

These financial statements were approved by the board of trustees and authorised for issue on 29 January 2024, and are signed on behalf of the board by:



L Macari
Trustee

The notes on pages 7 to 12 form part of these financial statements.

The Macari Foundation
Notes to the Financial Statements
Year ended 31 March 2023

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Genesis Centre, North Staffs Business Park, Innovation Way, Stoke on Trent, Staffordshire, ST6 4BF.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) No cash flow statement has been presented for the entity.
- (b) Disclosures in respect of financial instruments have not been presented.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant judgements

No significant judgements has been made.

Accounting estimates and assumptions

No estimates and assumptions have made.

The Macari Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

The Macari Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

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

Fixtures, fittings and equipment	- 10% straight line
Motor vehicles	- 20% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

4. Charitable activities

	Unrestricted Funds	Total Funds 2023	Unrestricted Funds	Total Funds 2022
	£	£	£	£
Rent and donations receivable	<u>723,776</u>	<u>723,776</u>	<u>957,132</u>	<u>957,132</u>

The Macari Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

5. Other income

	Unrestricted Funds	Total Funds 2023	Unrestricted Funds	Total Funds 2022
	£	£	£	£
Other income	<u>—</u>	<u>—</u>	<u>1,112</u>	<u>1,112</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2023
	£	£	£
Support costs	<u>789,309</u>	<u>2,645</u>	<u>791,954</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2022
	£	£	£
Support costs	<u>748,324</u>	<u>3,306</u>	<u>751,630</u>

7. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2023	2022
	£	£
Wages and salaries	<u>423,821</u>	<u>409,678</u>

The average head count of employees during the year was 18 (2022: 18).

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

8. Trustee remuneration and expenses

No remuneration or other benefits from employment with the Charity or a related entity were received by the Trustees.

9. Tangible fixed assets

	Fixtures and fittings £	Motor vehicles £	Total £
Cost			
At 1 April 2022 and 31 March 2023	<u>145,577</u>	<u>53,561</u>	<u>199,138</u>
Depreciation			
At 1 April 2022	29,199	23,777	52,976
Charge for the year	<u>14,557</u>	<u>5,956</u>	<u>20,513</u>
At 31 March 2023	<u>43,756</u>	<u>29,733</u>	<u>73,489</u>
Carrying amount			
At 31 March 2023	<u>101,821</u>	<u>23,828</u>	<u>125,649</u>
At 31 March 2022	<u>116,378</u>	<u>29,784</u>	<u>146,162</u>

The Macari Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

10. Debtors

	2023	2022
	£	£
Prepayments and accrued income	<u>39,866</u>	<u>—</u>

11. Creditors: amounts falling due within one year

	2023	2022
	£	£
Obligations under finance leases and hire purchase contracts	—	2,611
Other creditors	<u>14,280</u>	<u>108,129</u>
	<u>14,280</u>	<u>110,740</u>

12. Creditors: amounts falling due after more than one year

	2023	2022
	£	£
Obligations under finance leases and hire purchase contracts	<u>—</u>	<u>8,912</u>

13. Finance leases and hire purchase contracts

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	2023	2022
	£	£
Not later than 1 year	—	2,611
Later than 1 year and not later than 5 years	<u>—</u>	<u>8,912</u>
	<u>—</u>	<u>11,523</u>

14. Analysis of charitable funds

Unrestricted funds

	At 1 April 2022	Income	Expenditure	At 31 Mar 2023
	£	£	£	£
General funds	<u>656,801</u>	<u>723,776</u>	<u>(789,309)</u>	<u>591,268</u>

	At 1 April 2021	Income	Expenditure	At 31 Mar 2022
	£	£	£	£
General funds	<u>446,881</u>	<u>958,244</u>	<u>(748,324)</u>	<u>656,801</u>

The Macari Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

14. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 April 2022	Income	Expenditure	At 31 Mar 2023
	£	£	£	£
Motor vehicles	24,304	—	(2,645)	21,659

	At 1 April 2021	Income	Expenditure	At 31 Mar 2022
	£	£	£	£
Motor vehicles	27,610	—	(3,306)	24,304

15. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total Funds 2023
	£	£	£
Tangible fixed assets	115,071	10,578	125,649
Current assets	501,558	—	501,558
Creditors less than 1 year	(14,280)	—	(14,280)
Creditors greater than 1 year	—	—	—
Net assets	602,349	10,578	612,927

	Unrestricted Funds	Restricted Funds	Total Funds 2022
	£	£	£
Tangible fixed assets	132,939	13,223	146,162
Current assets	654,595	—	654,595
Creditors less than 1 year	(110,740)	—	(110,740)
Creditors greater than 1 year	(8,912)	—	(8,912)
Net assets	667,882	13,223	681,105

The Macari Foundation
Management Information
Year ended 31 March 2023

The following pages do not form part of the financial statements.

The Macari Foundation

Chartered Accountants Report to The Macari Foundation on the Unaudited Financial Information of The Macari Foundation

Year ended 31 March 2023

As described on the statement of financial position, the trustees of the charity are responsible for the preparation of the financial statements for the year ended 31 March 2023, which comprise the statement of financial activities, statement of financial position and the related notes.

You consider that the charity is exempt from an audit under the Charities Act 2011.

In accordance with your instructions I have compiled these financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and from information and explanations supplied to me.

General & Medical Accountants Limited

GENERAL & MEDICAL ACCOUNTANTS LIMITED
Chartered Accountants

The Wedgwood Big House
1 Moorland Road
Stoke on Trent
Staffordshire
ST6 1DJ

29 January 2024

The Macari Foundation

Detailed Statement of Financial Activities

Year ended 31 March 2023

	2023 £	2022 £
Income and endowments		
Charitable activities		
Rent and donations receivable	<u>723,776</u>	<u>957,132</u>
Other income		
Other income	<u>—</u>	<u>1,112</u>
Total income	<u>723,776</u>	<u>958,244</u>
Expenditure		
Expenditure on charitable activities		
Food costs and activity expenses	69,602	58,210
Staff costs	423,821	409,678
Rent and council tax	130,792	86,884
Donations	26,000	46,001
Light, heat and water	45,063	55,154
Repairs and renewals	18,212	5,638
Insurance	6,607	5,594
Printing, postage and stationery	1,278	1,310
Motor vehicle expenses	5,202	4,160
Legal, professional and H&S fees	33,268	43,345
Telephone	3,531	3,178
Staff training	863	173
Depreciation on tangible assets	20,515	22,004
Bank charges	508	371
General expenses	3,300	5,461
Cleaning and laundry	3,392	4,469
	<u>791,954</u>	<u>751,630</u>
Total expenditure	<u>791,954</u>	<u>751,630</u>
Net (expenditure)/income	<u>(68,178)</u>	<u>206,614</u>