

Charity Registration No. 1168812

**THE SOHO RECOVERY CENTRE
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

THE SOHO RECOVERY CENTRE

LEGAL AND ADMINISTRATIVE INFORMATION

| | |
|-----------------------------|---|
| Trustees | Mr Joseph Townley Miss Jacqueline Withey Mr Alex Iliadis-Koutsikos Mr Kevin Maclellan Mr George Boyd Ms Anabel Moore-Brabazon Mr Daniel Sheahan Mr Christopher Smith |
| Charity number | 1168812 |
| Company number | CE008573 |
| Principal address | 123 Charing Cross Road Soho London WC2H 0EW |
| Registered office | 7 Bell Yard London WC2A 2JR |
| Independent examiner | Nick Parry FCCA 48Squared Accountants LLP 45 Magpie Meadows Caddington Bedfordshire LU1 4FU |

THE SOHO RECOVERY CENTRE

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THE SOHO RECOVERY CENTRE

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their annual report and financial statements for the year ended 31 March 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's constitution, the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The charity's objects are for the public benefit:

- 1) The advancement of health and the prevention of ill health of persons suffering from addictions including but not limited to drug and alcohol addiction.
- 2) The support and relief of individuals, families and communities affected by the health, social and other problems related to addictions including but not limited to drug and alcohol addiction.

There has been no change in these during the year.

The Soho Recovery Centre ('SRC') will be a safe place in the heart of London for 12-step recovery meetings. Available to any 12 step fellowship group such as Alcoholics Anonymous, Narcotics Anonymous, Cocaine Anonymous, Crystal Meth Anonymous, Alanon and Anorexics and Bulimics Anonymous etc for their meetings to take place. It will be open 365 days a year.

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

Achievements and performance

The SRC was severely impacted by the COVID 19 pandemic and the national lockdowns and restrictions. We closed in mid-March 2020 and all meetings in the venue ceased. Thankfully, the strong sense of community around the meetings at the SRC ensured that many of the meetings survived and thrived online.

As the UK emerged from the first lockdown, the trustees commissioned a full risk-assessment to understand how the SRC would be affected by COVID-19. Using this information and gauging the enthusiasm of meetings to return to a physical space, we attempted to reopen in August 2020. While it was popular, the demands of enforcing necessary restrictions proved difficult for an essentially volunteer-run organisation and we decided to close our doors again on 13 September, confident that those who needed help were finding it online and in physical locations better suited to enforcing restrictions.

Working with our landlords we negotiated a discount in rent, significantly dropping our running costs. This, in combination with a generous grant from the National Lottery, has enabled us to hibernate, preserve our venue and our cash reserves until the happy time when we reopened in July 2021.

THE SOHO RECOVERY CENTRE

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Future Developments

Post-pandemic, the SRC believes our purpose is as important as ever and has some exciting developments in the pipeline.

Firstly, we employed our first part-time venue manager. This ensures the burden on volunteers is lessened and a more consistent approach to the management of the centre can take place. Our manager is proving to be excellent and the entire team is feeling the benefit.

Due to rent negotiations with our landlord, the SRC has added extra space to the venue at no increased cost. The new space, adjoining our existing venue will offer a small meeting space which will be a popular with smaller meetings desperate for an affordable venue in Central London. In addition, the extra space provides us with secure storage and office space for the venue which will help with the administration of the venue.

Our primary challenge for the future is to secure a long-term venue for the SRC. The current premises do not offer long term security. To that end the trustees are beginning to investigate the possible purchase of a property or a long-term lease alternative. In order to achieve security in the medium term, the trustees are endeavoring to build the prudent reserve to cover the costs of relocation should the need arise.

Financial review

Income of £47,288 was raised during the year, which included £16,230 funding from the Coronavirus Community Support Fund, distributed by The National Lottery Community Fund. This funding supported our meeting centre for 6 months when the centre closed due to Covid-19. The charity spent £53,358 on charitable activities running the Soho Recovery Centre together with some fundraising costs. Unrestricted funds at 31 March 2021 stood at £89,124, while restricted funds totalled £200.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity was registered on 17 August 2016 with The Charity Commission as a charitable incorporated organisation and is governed by a constitution.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr Joseph Townley
Miss Jacqueline Withey
Mr Alex Iliadis-Koutsikos
Mr Kevin Maclellan
Mr George Boyd
Ms Anabel Moore-Brabazon
Mr Daniel Sheahan
Mr Christopher Smith

The constitution provides that there shall not be less than three trustees and a maximum number of twelve. Trustees are appointed for three years. The selecting of individuals for appointment as trustees must have regard to the skills, knowledge and experience needed for the effective administration of the CIO. On appointment the new trustees receive a copy of the constitution and a copy of the latest set of accounts.

None of the trustees has any beneficial interest in the charity.

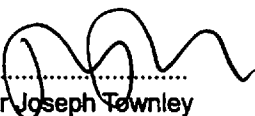
THE SOHO RECOVERY CENTRE

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

The Soho Recovery Centre is run by a board of trustees, guided by the 12 Traditions of AA. The trustees consider financial matters and review the risks to which the charity is exposed to ensure appropriate controls are in place. A Steering Committee is responsible for the day to day running of the centre.

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



.....
Mr Joseph Townley
Trustee

Date: 19.1.2022

THE SOHO RECOVERY CENTRE

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE SOHO RECOVERY CENTRE

I report to the trustees on my examination of the financial statements of The Soho Recovery Centre (the charity) for the year ended 31 March 2021.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of 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

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.



Nick Parry FCCA
48 Squared Accountants LLP
45 Magpie Meadows
Caddington
Bedfordshire
LU1 4FU

Dated: 27 JANUARY 2022

THE SOHO RECOVERY CENTRE

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

| | | Unrestricted funds | Restricted funds | Total funds 2021 | Total 2020 |
|---|-------|-----------------------|---------------------|------------------------|----------------|
| | Notes | £ | £ | £ | £ |
| <u>Income from:</u> | | | | | |
| Donations and legacies | 3 | 31,016 | 16,230 | 47,246 | 105,588 |
| Fundraising activities | 4 | - | - | - | 436 |
| Investments | 5 | 42 | - | 42 | 129 |
| Total Income | | 31,058 | 16,230 | 47,288 | 106,153 |
| <u>Expenditure on:</u> | | | | | |
| Raising funds | 6 | 744 | - | 744 | 2,048 |
| Charitable activities | 7 | 35,856 | 16,758 | 52,614 | 86,031 |
| Total resources expended | | 36,600 | 16,758 | 53,358 | 88,079 |
| Net (expenditure)/income for the year/ Net movement in funds | | (5,542) | (528) | (6,070) | 18,074 |
| Fund balances at 1 April 2020 | | 94,666 | 728 | 95,394 | 77,320 |
| Fund balances at 31 March 2021 | | 89,124 | 200 | 89,324 | 95,394 |

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

All income and expenditure derive from continuing activities.


THE SOHO RECOVERY CENTRE

BALANCE SHEET

AS AT 31 MARCH 2021

| | Notes | 2021 £ | £ | 2020 £ | £ |
|---|-------|---------------|---------------|----------------|---------------|
| Fixed assets | | | | | |
| Tangible assets | 10 | | 275 | | 1,041 |
| Current assets | | | | | |
| Debtors | 11 | 20,174 | | 24,473 | |
| Cash at bank and in hand | | 69,187 | | 71,836 | |
| | | <u>89,361</u> | | <u>96,309</u> | |
| Creditors: amounts falling due within one year | 12 | <u>(312)</u> | | <u>(1,956)</u> | |
| Net current assets | | | 89,049 | | 94,353 |
| Total assets less current liabilities | | | <u>89,324</u> | | <u>95,394</u> |
| Income funds | | | | | |
| Restricted funds | 13 | | 200 | | 728 |
| Unrestricted funds | | | 89,124 | | 94,666 |
| | | | <u>89,324</u> | | <u>95,394</u> |

The financial statements were approved by the Trustees on 19.1.2022.


 Mr Joseph Townley
 Trustee

THE SOHO RECOVERY CENTRE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Charity Information

The Soho Recovery Centre is a Charitable Incorporated Organisation. The registered office is 7 Bell Yard, London WC2A 2JR.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's constitution, the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. 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.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

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.

THE SOHO RECOVERY CENTRE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

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

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

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:

| | |
|-----------------------|--------------------|
| Fixtures and fittings | 25% to 50% on cost |
|-----------------------|--------------------|

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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

THE SOHO RECOVERY CENTRE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

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.

3 Donations and legacies

| | Unrestricted funds | Restricted funds | Total 2021 | Total 2020 |
|--|-----------------------|---------------------|---------------|----------------|
| | £ | £ | £ | £ |
| Donations and gifts | 31,016 | - | 31,016 | 105,588 |
| Coronavirus Community Support Fund Grant | - | 16,230 | 16,230 | - |
| | <u>31,016</u> | <u>16,230</u> | <u>47,246</u> | <u>105,588</u> |
| Donations and gifts | | | | |
| Donations from individuals and companies | 7,053 | - | 7,053 | 4,755 |
| Web donations | 13,981 | - | 13,981 | 21,381 |
| Meeting donations | 7,598 | - | 7,598 | 76,619 |
| Gift Aid | 2,384 | - | 2,384 | 2,833 |
| | <u>31,016</u> | <u>-</u> | <u>31,016</u> | <u>105,588</u> |

THE SOHO RECOVERY CENTRE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

4 Other activities

| | Unrestricted funds | Total |
|--------------------|--------------------|-------------------|
| | 2021 £ | 2020 £ |
| Fundraising events | - | 436 |
| | <u> </u> | <u> </u> |

5 Investments

| | Unrestricted funds | Unrestricted funds |
|---------------------|--------------------|--------------------|
| | 2021 £ | 2020 £ |
| Interest receivable | 42 | 129 |
| | <u> </u> | <u> </u> |

6 Raising funds

| | Unrestricted funds | Total |
|----------------------------------|--------------------|-------------------|
| | 2021 £ | 2020 £ |
| <u>Fundraising and publicity</u> | | |
| Website and giving costs | 744 | 2,048 |
| | <u> </u> | <u> </u> |

THE SOHO RECOVERY CENTRE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

7 Charitable activities

| | 2021 £ | 2020 £ |
|---|---------------|---------------|
| Depreciation and impairment | 767 | 2,830 |
| Meeting space costs | 50,441 | 81,821 |
| Meetings Bookkeeping | 1,250 | 1,250 |
| Registered Office Fees | 156 | 130 |
| | <u>52,614</u> | <u>86,031</u> |
| Analysis by fund | | |
| Unrestricted funds | 35,856 | 85,178 |
| Restricted funds | 16,758 | 853 |
| | <u>52,614</u> | <u>86,031</u> |
| For the year ended 31 March 2020 | | |
| Unrestricted funds | | 85,178 |
| Restricted funds | | 853 |
| | | <u>86,031</u> |

8 Trustees

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

9 Employees

The average monthly number of employees during the year was:

| | 2021 Number | 2020 Number |
|-------|----------------|----------------|
| Total | - | - |

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

THE SOHO RECOVERY CENTRE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

10 Tangible fixed assets

| | Fixtures and fittings £ |
|------------------------------------|----------------------------|
| Cost | |
| At 1 April 2020 | 7,453 |
| At 31 March 2021 | 7,453 |
| Depreciation and impairment | |
| At 1 April 2020 | 6,411 |
| Depreciation charged in the year | 767 |
| At 31 March 2021 | 7,178 |
| Carrying amount | |
| At 31 March 2021 | 275 |
| At 31 March 2020 | 1,041 |

11 Debtors

| | 2021 £ | 2020 £ |
|---|---------------|---------------|
| Amounts falling due within one year: | | |
| Trade debtors | 663 | 4,278 |
| Other debtors | 19,000 | 19,000 |
| Prepayments and accrued income | 511 | 1,195 |
| | <u>20,174</u> | <u>24,473</u> |

12 Creditors: amounts falling due within one year

| | 2021 £ | 2020 £ |
|------------------------------|------------|--------------|
| Trade creditors | - | 130 |
| Accruals and deferred income | 312 | 1,826 |
| | <u>312</u> | <u>1,956</u> |

THE SOHO RECOVERY CENTRE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

| | Balance at 1 April 2019 £ | Resources expended £ | Balance at 1 April 2020 £ | Movement in funds | | Balance at 31 March 2021 £ |
|---|---------------------------------|----------------------------|---------------------------------|----------------------------|----------------------------|----------------------------------|
| | | | | Incoming resources £ | Resources expended £ | |
| Awards for All Coronavirus Community Support Fund | 1,581 | (853) | 728 | - | (528) | 200 |
| | - | - | - | 16,230 | (16,230) | - |
| | <u>1,581</u> | <u>(853)</u> | <u>728</u> | <u>16,230</u> | <u>(16,758)</u> | <u>200</u> |

14 Analysis of net assets between funds

| | Unrestricted 2021 £ | Restricted 2021 £ | Total 2021 £ | Unrestricted 2020 £ | Restricted 2020 £ | Total 2020 £ |
|--|---------------------------|-------------------------|--------------------|---------------------------|-------------------------|--------------------|
| Fund balances at 31 March 2021 are represented by: | | | | | | |
| Tangible assets | 75 | 200 | 275 | 313 | 728 | 1,041 |
| Current assets/ (liabilities) | 89,049 | - | 89,049 | 94,353 | - | 94,353 |
| | <u>89,124</u> | <u>200</u> | <u>89,324</u> | <u>94,666</u> | <u>728</u> | <u>95,394</u> |

15 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

| | 2021 £ | 2020 £ |
|-----------------|---------------|--------------|
| Within one year | <u>16,500</u> | <u>8,250</u> |

16 Related party transactions

There were no disclosable related party transactions during the period.