

## **Operation Encompass (CIO)**

### **Annual Report and Financial Statements Year Ended 31 March 2022**

Charity registration number: 1169147

# Operation Encompass (CIO)

## Contents

Reference and Administrative Details	1
Trustees' Report	2 to 10
Statement of Trustees' Responsibilities	11
Independent Examiner's Report	12
Statement of Financial Activities	13
Balance Sheet	14
Notes to the Financial Statements	15 to 20

## **Operation Encompass (CIO)**

### **Reference and Administrative Details**

<b>Trustees</b>	Richard Marsh Camilla Southworth Carl Eve David Carney-Haworth Elisabeth Carney-Haworth Sanjana Narrang (resigned 26 May 2021) Annelise Widdowsson (resigned 17 February 2022) Melanie James Dr Annemarie Millar
<b>Principal Office</b>	Westbourne House Westbourne Terrace Saltash PL12 6BX
<b>Charity Registration Number</b>	1169147
<b>Independent Examiner</b>	Francis Clark LLP North Quay House Sutton Harbour Plymouth Devon PL4 0RA

# Operation Encompass (CIO)

## Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 March 2022.

### Trustees

Richard Marsh

Camilla Southworth

Carl Eve

David Carney-Haworth

Elisabeth Carney-Haworth

Sanjana Narrang (resigned 26 May 2021)

Annelise Widdowsson (resigned 17 February 2022)

Melanie James

Dr Annemarie Millar

### Achievements and performance

For the sake of avoidance of repetition, references made to Operation Encompass (OE) relating to actions carried out below refer to the founders of Operation Encompass, David Carney-Haworth OBE and Elisabeth Carney-Haworth OBE.

The past twelve months have presented several new challenges and opportunities for the charity.

There have also been some landmark changes in the landscape of domestic abuse with special reference to the child victims of domestic abuse with legislation being introduced that now recognises children experiencing domestic abuse as victims in their own right.

Domestic Abuse Act 2021

The Domestic Abuse Bill received Royal Assent on 29th April and is now recognised in law and known as the Domestic Abuse Act.

A milestone in this Act is that children are now recognised as victims of DVA in their own right. Operation Encompass has been working to have this acknowledgment for children for over 10 years. It is heartening to feel that our work in this area has at long last come to fruition and we have already begun the work of supporting schools, police, the judiciary and Social Care to develop new policies, practices, ways of working and changes in attitudes to ensure that this legal recognition comes with true positive change for children.

OE is happy to put on record that all 43 police forces in England and Wales have embraced Operation Encompass. The last two forces launched in early 2021 and we supported both forces in this: Dorset launching on the 1st April 2021 with Bedfordshire launching on 10th April 2021.

OE is also embedded in our Armed Forces overseas schools.

# **Operation Encompass (CIO)**

## **Trustees' Report**

In September 2021 Northern Ireland launched Operation Encompass in 60 schools in the Newry and South Down areas. Phase Two of the Operation Encompass roll-out in February (2022) was announced in the Northern Ireland Assembly by the Education Minister Michelle McIlveen. This phase saw a further 77 schools included in Operation Encompass. We applaud the Northern Ireland Government for passing legislation allowing Operation Encompass to be launched in Northern Ireland.

OE has also been supporting and working closely with Ireland in setting up Operation Encompass with the Garda Síochána. We have the 'solid support' from Children's Ombudsman Dr Niall Muldoon, TUSLA - the Child and Family Agency, the Children's Rights Alliance, the ISPCC and the largest trade union for Primary Teachers which has a membership of over 33,000 teachers.

The Operation Encompass Teachers' Help and Advice Line continues to provide excellent support for teachers by providing invaluable support for children experiencing DVA. By supporting teachers, we are enabling them to better support our children.

We are exploring funding opportunities to keep the Helpline active.

The National Association of Head Teachers continues to support Operation Encompass and has encouraged all schools to adopt our Children's Victim Support Code.

## **Online Training**

The free online Key Adult Training is available from the Operation Encompass website and, on completion, a certificate is provided to the participant. The course has also been CPD certified. Every Key Adult (DSLs and DDSLs) should undertake this training prior to receiving OE notifications from Police Forces. School Safeguarding Governors are encouraged to complete the training. The course can be completed by anyone.

The new content for the on-line Key Adult training which covers the inclusion of the new DA Act and features specific guidance around impact of DVA in pregnancy and in the Early Years, has been completed. This is supported by the Home Office and compliments the new Early Years Pilots which are running in a number of Police Forces.

Feedback received from users of our course is 100% positive and to date we have had almost 10,000 users.

## **Feedback from users**

Fantastic training! I must say the very end video must be released as a tv campaign. It got Me!

Very informative and easy to understand, making it accessible to all staff. The resources, especially the videos, were helpful in highlighting the reality and awareness of the prevalence of domestic abuse in our society.

Clear, concise and interactive, thank you.

Excellent course - fantastic resources.

Very informative, learned lots of new, key information that relates to my teaching role.

# Operation Encompass (CIO)

## Trustees' Report

Although I have attended a number of courses on domestic abuse it was useful to revisit this subject. The resources are excellent and extensive offering a range and breadth of information.

Excellent for raising awareness of the implications of domestic abuse and the effects upon young children. Also excellent signposting for further reading.

Very clear materials and good balance of information, interactivity, opportunities to reflect as well as materials to download and refer back to when necessary. Thank you.

Worthwhile completing to understand the impact of DA.

This course was great to do at my own pace at my new school and has reinforced my understanding of how to keep children safer more effectively through deepened understanding of Operation Encompass.

Excellent training. Thank you.

Very well explained with key points.

Very effective but also easy to navigate.

I found this Course to be very informative but also thought provoking (in a good way) and intend to circulate details of this Course to my fellow Governors.

### Early Years' and MFH Pilots

The Early Years' Pilot was initially launched in two police forces. This work is being supported by the Home Office, DfE and NHS England. The pilot highlighted a huge number of children who received support that were effectively unknown prior to the instigation of the Operation Encompass Early Year's Pilot.

The pilot involves a collaboration with Operation Encompass, Police, Health Visitors and Midwives. We have created systems and research collection documents ready for a full evaluation. The pilot has now been extended into a further five forces.

Initial feedback was excellent with comments such as:

"It is really making a difference". ---Children's Services.

"We have found that we are making an impact by being able to intervene earlier into the lives of these young children" -----Health Services.

"It is a really welcome change and It is providing earlier support when we know that and even a few hours earlier knowledge is making a difference" ----Police Lead.

# **Operation Encompass (CIO)**

## **Trustees' Report**

### **MFH pilot**

We have two police forces engaged in the Missing from Home pilot with the potential for a national rollout.

The vulnerability of these children, be they a child who goes missing once or those who repeatedly go missing, is huge. Research has shown that one of the main reasons for a child to go missing is issues at home: family arguments and domestic abuse. We are speaking at the national MfH conference and adding new information into the online training about MfH and what schools need to understand and do to support these children. This is in preparation for this work rolling out to all police forces.

### **National Influence**

Operation Encompass was represented at the Lords Public Services Committee being asked to provide oral evidence on vulnerable children and public services. The peers were considering how well public services tackle the underlying causes of child vulnerability in families, including domestic abuse, poor mental health and addiction. They are also investigating what more services can do to ensure that vulnerable children get vital support.

Operation Encompass has been cited in several recent high-profile reports including:

British Association of Social Workers. BASW  
Her Majesty's Inspector of Constabularies HMIC  
Keeping Children Safe in Education. KCSIE

In May OE received a Police and Crime Commissioners Award from Crime Commissioner Alison Hernandez for their work supporting Devon and Cornwall Police.

In June BBC Blue Peter recognised Elisabeth's life of dedication and service for children. Elisabeth was awarded a Blue Peter Cloth Emblem.

OE has been working with several Children's Safeguarding Boards including Leeds, Birmingham, Wakefield to improve their Operation Encompass service for children.

OE has led several Virtual Operation Encompass Conferences with over 100 delegates at each event from schools, Social Care, Psychologists, Court and Family Support Workers from around the whole country. These focussed upon teaching the DVA strand of the RSE curriculum.

Training has also been given to University students, including those on their last term of Teacher Training.

OE completed a film that was used as the showcase by Bradford Council to launch their Violence Against Women and Girls Strategy. The film received tremendous feedback and will now be available to use for other events.

OE engaged with the High Sherriff of Cornwall who was very keen to support the work of Operation Encompass. As face-to-face meetings could not take place, OE created a video that was circulated throughout the High Sheriffs' network.

OE was approached by the Home Office seeking support and engagement in research and consultation process for the new Violence Against Women and Girls strategy (VAWG). Operation Encompass is viewed as a stakeholder.

# Operation Encompass (CIO)

## Trustees' Report

OE continues to support University College London on the Core Outcomes Set research which aims to impact upon the ability to more accurately evaluate the impact of domestic abuse interventions. This is crucial for local authorities, schools and Charities who purchase interventions for children with currently no way of comparing interventions in terms of impact and therefore value for money.

### Guides /Handbooks

OE has produced two further Handbooks for schools and other professional Guidance.

The handbook 'Hear My Voice' is the Operation Encompass response to children being recognised as victims in their own right. It also includes the Operation Encompass Child's Victim Code which we have created and ask that organisations working with children experiencing DVA adopt it. This should include all schools. Within the handbook there is also a Continuum of Support. This Guide was created prior to the Bill gaining Royal Assent but with the knowledge of the content of the Act.

The other handbooks cover:

- The simple ways in which schools can support children experiencing DVA
- The need to identify children experiencing domestic abuse as a vulnerable group within schools. This handbook has been endorsed by DfE, NASEN and the Home Office
- How to teach the DVA strand in the RSE/HE curriculum from a child's entry into school
- How to implement the Child's Victim Support Code
- The Child's Victim Support Code in "child speak"
- Guidance for Police and schools on the implementation of Operation Encompass

We have also created a poster for parents that explains what Operation Encompass is and how the school uses this information to support children. This has been translated into a number of different languages.

### Other Activities

OE continues to have regular contact with the Home Office. In January OE had the pleasure of meeting the new Home Office Minister for Domestic Abuse and Safeguarding, Racheal McLean MP. During the meeting OE discussed the new DA Act, the Operation Encompass Children's Victims Code and Children's Rights in the landscape of Domestic Abuse. The response from the Minister was extremely supportive and positive.

The National Association for Head Teachers (NAHT) has formally endorsed the Operation Encompass Child's Victim Support Code, dedicated a page on their website, highlighted the code in their publications and recommends that schools support its implementation in their settings.

OE was thrilled to have the opportunity to accept an invitation to Clarence House to meet HRH the Duchess of Cornwall. In a private meeting The Duchess requested an update about the continued work of Operation Encompass.

OE was cited in the Prime Minister's Hidden Harm report (interestingly and not without note, the only organisation to be mentioned by name). This was as a direct consequence of the priorities sought by Operation Encompass in our response submitted to the Home Office for their 'Call for additional written evidence to inform their inquiry into Home Office preparedness for Covid-19'.



# **Operation Encompass (CIO)**

## **Trustees' Report**

The Prime Minister wrote:

“We must learn from this crisis that entry into a home or engagement with children present is an opportunity to identify children who may be vulnerable. Chief Constables must ensure Operation Encompass continues to run in their force with officers sharing important information about domestic abuse incidents with school staff who can assess risk and need for support for these vulnerable children”.

We have included just part of what we submitted to the Home Office, cited as Priority 1 below:

Priorities for Operation Encompass during Covid-19 Pandemic :

Priority 1. Police Chief Constables reminding all serving officers that they must consider the vulnerability of all children when they attend a Domestic Abuse incident and that they should remember ‘Operation Encompass’ and this vital method of sharing information with a child’s school.

This means that the Local Authorities which sit within any given police force, must share their most accurate information with the police force so that the police have as clear a picture as possible as to where children may be attending school and where and how they can most easily access the Schools Dedicated Safeguarding Lead or teaching staff from the school that the child/ren attend on a normal basis.

Police must be able to pass on the important information about Domestic Abuse incidents where there are children so that school staff can appropriately assess risk and need for support.

In March OE was invited to attend the Reception to launch the Government’s VAWG Communication Strategy in the Palace of Westminster.

It can be seen from this report that OE continues to have national and international impact, reach and respect.

Whilst we should celebrate all that has been achieved in terms of the raising of awareness of the impact of DA upon children, the education of police and school staff, and in terms of the hundreds of thousands of children who have been supported through OE, there is still much more to be done.

All children should be able to live, grow and flourish without the spectre of domestic abuse blighting their lives, no matter the political regime under which they reside, no matter where they live.

### **Chair of Trustees' Summary**

I continue to be the proud Chair of Trustees for Operation Encompass, a charity that has, through the process of information sharing that it created, changed the landscape of safeguarding forever.

As incidents of domestic abuse grew over the last two years of the pandemic, Operation Encompass was there to ensure that children continued to receive the support and nurture that they needed from their schools.

In January 2022 the charity achieved one of its long term goals as children being recognised as victims of DVA in their own right was signed into law by the Safeguarding Minister Rachel Maclean. Since the creation of Operation Encompass in 2010, it has been our aim to achieve this.

Alongside this, Operation Encompass has continued to provide schools, police and other organisations with the highest quality of free resources, aiming to support the professionals who in turn can then better support the children in their care.

# Operation Encompass (CIO)

## Trustees' Report

I continue to be inspired by this established and highly respected charity dedicated to the children who experience domestic abuse. Since its inception Operation Encompass has supported hundreds of thousands of children in our country and beyond.

Operation Encompass will continue this work until it is in every force, in every school, for every child no matter where they live. Wherever there are children, wherever there is domestic abuse, then there should be Operation Encompass, our children deserve no less.

### Objectives and activities

#### *Objects and aims*

The Object of Operation Encompass ("OE") is: The relief of children involved in or are exposed to incidents of domestic abuse in their homes who are stressed and suffering as a result. In particular but not exclusively by:

- Acting as the assurance body for OE training and delivery of education to Key Adults and Police Officers.
- Liaising with education establishments, Police Authorities and other agencies.
- Seeking to form partnerships with other charities and organisations which deliver mutual and complimentary benefits.
- Providing support and information and where necessary advocacy, guidance and mentoring to key adults and teaching staff.
- Providing assured education and training to Key Adults with after care support.
- Retaining full accreditation rights to OE in furtherance of the above charitable purpose for the public benefit.

#### *Public benefit*

OE has continued to engage extensively through briefings, media events and Police Force/Key Adult training days to promote the charity across the UK and internationally.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

All trustees have reviewed the guidance issued by the Charity Commission (CC) most especially the seven guiding principles. In addition the Chairman provides regular updates to all Trustees on CC policy and lessons from enquiries etc.

#### *Social investment policies*

Despite the charity's very purpose being a 'social investment' this investment is not directly fiscal.

#### *Grant making policies*

The Charity is not in a position to make grants and is unlikely to do so in the foreseeable future.

#### *Use of volunteers*

The Charity does not have a body of volunteers other than the Trustees.

# Operation Encompass (CIO)

## Trustees' Report

### **Financial review**

Balance at bank at 31 March 2022 - £10,329 (2021: £4,716).

Total expenditure of £95,722 (2021: £205,069) for printing/marketing materials, ICT website, Psychology Association helpline and other required items.

Both income and expenditure for 2022 were reduced compared to 2021. The charity was awarded £174,000 of grant funding for the 2022 year but the volume of calls received meant that a second clinician for the teachers helpline was not required.

The charity made a small surplus in year of £1,465 (2021: £1,700).

### ***Policy on reserves***

The charity has a low level of recurring fixed costs with no staff costs and therefore does not need to hold a high level of reserves. The charity has aimed to maintain a reserve of £1,000 to maintain sufficient funds for the annual insurance premium from 1st September 2017.

Currently total reserves at year end are £3,873 (2021: £2,408), of which £3,625 is free reserves (2021: £2,408).

### ***Principal funding sources***

Income from donations, fundraising and grants totalling £97,187 (2021: £206,769) was received.

All financial risk is currently assessed as low as there is no immediate requirement to directly support beneficiaries financially or through the sale/purchase of goods, services or real estate. To that end where there is funding below the forecast requirement the impact will be translated to a slower delivery rate. Whilst this might be frustrating it does not threaten the existence of the charity providing that there is evidence of progress; which there is. The principal risk facing the charity and delivery of its objects is once the capital outlay for the premium website and supporting database has been set up, the ongoing revenue cost to maintain the progress of the website and the other work of the charity. The charity is always seeking opportunities for additional grant funding.

## **Structure, governance and management**

### ***Nature of governing document***

Constitution Document.

Charitable Incorporated Organisation (Foundation Structure) - whose only voting members are its Trustees.

### ***Recruitment and appointment of trustees***

New Trustees may be recruited to the Board at any time by the Trustees. In selecting individuals for appointment as Trustees, the Trustees must have regard to the skills, knowledge and experience needed for the effective administration of the charity.

### ***Induction and training of trustees***

Each new Trustee must receive, on or before his or her first appointment a copy of the current version of the constitution and a copy of the CIO's latest Trustees' annual report and Statement of Accounts. The new Trustee will also be briefed individually by the CEO or Chair of Trustees.

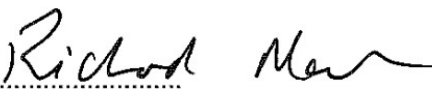
## Operation Encompass (CIO)

### Trustees' Report

#### Going concern

Operation Encompass is a going concern and will continue in operation for the foreseeable future. There are no concerns about the future needs for the charity nor are there any material uncertainties. The Trustees' annual report is consistent with this conclusion and the Trustees' view is that Operation Encompass is a going concern.

The annual report was approved by the trustees of the charity on 06/06/22 and signed on its behalf by:

  
.....  
Richard Marsh  
Trustee

## Operation Encompass (CIO)

### Statement of Trustees' Responsibilities

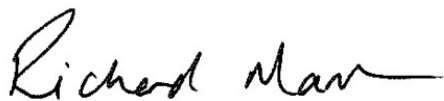
The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

The law applicable to charities 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 charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 06/06/22 and signed on its behalf by:



Richard Marsh  
Trustee

## Operation Encompass (CIO)

### Independent Examiner's Report to the trustees of Operation Encompass (CIO)

I report to the trustees on my examination of the accounts of the Operation Encompass (CIO) for the year 31 March 2022.

#### Responsibilities and basis of report

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

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

#### Independent examiner's statement

I have completed my examination. I confirm that no material 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 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts to be reached.



.....  
Duncan Leslie  
FCA

North Quay House  
Sutton Harbour  
Plymouth  
Devon  
PL4 0RA

Date: 07/06/22 .....

## Operation Encompass (CIO)

### Statement of Financial Activities

Year Ended 31 March 2022

(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted £	Restricted £	Total 2022 £
<b>Income and Endowments from:</b>				
Donations and legacies	2	505	96,682	97,187
<b>Expenditure on:</b>				
Charitable activities	3	<u>(1,418)</u>	<u>(94,304)</u>	<u>(95,722)</u>
Total Expenditure		<u>(1,418)</u>	<u>(94,304)</u>	<u>(95,722)</u>
Net (expenditure)/income		(913)	2,378	1,465
Gross transfers between funds		<u>2,130</u>	<u>(2,130)</u>	<u>-</u>
Net movement in funds		1,217	248	1,465
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>2,408</u>	<u>-</u>	<u>2,408</u>
Total funds carried forward	9	<u><u>3,625</u></u>	<u><u>248</u></u>	<u><u>3,873</u></u>

	Note	Unrestricted £	Restricted £	Total 2021 £
<b>Income and Endowments from:</b>				
Donations and legacies	2	2,449	204,320	206,769
<b>Expenditure on:</b>				
Charitable activities	3	<u>(749)</u>	<u>(204,320)</u>	<u>(205,069)</u>
Total Expenditure		<u>(749)</u>	<u>(204,320)</u>	<u>(205,069)</u>
Net movement in funds		1,700	-	1,700
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>708</u>	<u>-</u>	<u>708</u>
Total funds carried forward	9	<u><u>2,408</u></u>	<u><u>-</u></u>	<u><u>2,408</u></u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2022 and 2021 is shown in note 9.

## Operation Encompass (CIO)

### Balance Sheet

31 March 2022

	Note	2022 £	2021 £
<b>Current assets</b>			
Debtors	7	18,895	164
Cash at bank and in hand		<u>10,329</u>	<u>4,716</u>
		29,224	4,880
<b>Creditors: Amounts falling due within one year</b>	8	<u>(25,351)</u>	<u>(2,472)</u>
<b>Net assets</b>		<u>3,873</u>	<u>2,408</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds	9	248	-
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>3,625</u>	<u>2,408</u>
<b>Total funds</b>	9	<u>3,873</u>	<u>2,408</u>

The financial statements on pages 13 to 20 were approved by the trustees, and authorised for issue on 06/06/22 and signed on their behalf by:

  
.....  
Richard Marsh  
Trustee



# Operation Encompass (CIO)

## Notes to the Financial Statements

Year Ended 31 March 2022

### 1 Accounting policies

#### **Statement of compliance**

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

#### **Basis of preparation**

Operation Encompass (CIO) meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

#### **Going concern**

Operation Encompass is a going concern and will continue in operation for the foreseeable future. There are no concerns about the future needs for the charity nor are there any material uncertainties. The Trustees' annual report is consistent with this conclusion and the Trustees' view is that Operation Encompass is a going concern.

#### **Income and endowments**

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

#### ***Donations and legacies***

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

#### ***Grants receivable***

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources.

# Operation Encompass (CIO)

## Notes to the Financial Statements

Year Ended 31 March 2022

### **Charitable activities**

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

### **Support costs**

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

### **Governance costs**

These include the costs attributable to the Charity's compliance with constitutional and statutory requirements, including independent examination, strategic management and Trustee's meetings and reimbursed expenses.

### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

### **Fund structure**

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

# Operation Encompass (CIO)

## Notes to the Financial Statements

Year Ended 31 March 2022

### Financial instruments

#### Classification

The charity holds the following financial instruments:

Short term debtors

Short term creditors

Cash and bank balances

All financial instruments are classified as basic.

#### Recognition and measurement

The charity has chosen to apply the recognition and measurement principles in FRS102. Financial instruments are recognised when the charity becomes party to the contractual provisions of the instrument and derecognised when in the case of the assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the charity's obligations are discharged, expire or are cancelled.

Such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

### 2 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2022 £	Total 2021 £
Donations and legacies;				
Donations from individuals	505	-	505	2,449
Grants, including capital grants;				
Government grants	-	96,682	96,682	204,320
	<u>505</u>	<u>96,682</u>	<u>97,187</u>	<u>206,769</u>

### 3 Expenditure on charitable activities

	Activity undertaken directly £	Activity support costs £	Total 2022 £	Total 2021 £
Running Operation Encompass	<u>91,041</u>	<u>4,681</u>	<u>95,722</u>	<u>205,069</u>

£1,418 (2021: £749) of the above expenditure was attributable to unrestricted funds and £94,304 (2021: £204,320) to restricted funds.

## Operation Encompass (CIO)

### Notes to the Financial Statements

Year Ended 31 March 2022

#### 4 Analysis of support costs

##### Support costs allocated to charitable activities

	Basis of allocation	Governance costs £	Admin costs £	Total 2022 £	Total 2021 £
Running Operation Encompass	Actual	<u>2,498</u>	<u>2,183</u>	<u>4,681</u>	<u>5,256</u>

##### Governance costs

	Restricted £	Total 2022 £	Total 2021 £
Independent examiner fees			
Examination of the financial statements	<u>2,498</u>	<u>2,498</u>	<u>1,872</u>
	<u>2,498</u>	<u>2,498</u>	<u>1,872</u>

#### 5 Trustees' remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustee was reimbursed travel expenses during the year (2021: £nil). No other trustee received any other expenses or benefits from the charity during the year.

The charity has no employees (2021: none).

## Operation Encompass (CIO)

### Notes to the Financial Statements

Year Ended 31 March 2022

#### 6 Taxation

The charity is a registered charity and is therefore exempt from taxation.

#### 7 Debtors

	2022 £	2021 £
Prepayments and accrued income	<u>18,895</u>	<u>164</u>

#### 8 Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	22,853	-
Accruals	<u>2,498</u>	<u>2,472</u>
	<u>25,351</u>	<u>2,472</u>

#### 9 Funds

	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2022 £
<b>Unrestricted funds</b>					
<i>General</i>					
Unrestricted	2,408	505	(1,418)	2,130	3,625
<b>Restricted funds</b>					
Home Office Grant	<u>-</u>	<u>96,682</u>	<u>(94,304)</u>	<u>(2,130)</u>	<u>248</u>
<b>Total funds</b>	<u>2,408</u>	<u>97,187</u>	<u>(95,722)</u>	<u>-</u>	<u>3,873</u>

## Operation Encompass (CIO)

### Notes to the Financial Statements

Year Ended 31 March 2022

	Balance at 1 April 2020 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2021 £
<b>Unrestricted funds</b>					
<i>General</i>					
Unrestricted	708	2,449	(749)	-	2,408
<b>Restricted</b>					
Home Office Grant	-	194,320	(194,320)	-	-
Office of the Police and Crime Commissioner Grant	-	10,000	(10,000)	-	-
<b>Total restricted funds</b>	-	204,320	(204,320)	-	-
<b>Total funds</b>	708	206,769	(205,069)	-	2,408

The specific purposes for which the funds are to be applied are as follows:

Home Office Grant - Grant awarded for the provision of the Operation Encompass Scheme.

#### 10 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 March 2022 £
Current assets	7,251	21,973	29,224
Current liabilities	(3,626)	(21,725)	(25,351)
Total net assets	3,625	248	3,873

	Unrestricted funds General £	Total funds at 31 March 2021 £
Current assets	4,880	4,880
Current liabilities	(2,472)	(2,472)
Total net assets	2,408	2,408

#### 11 Related party transactions

There were no related party transactions in the year.

The charity was under the control of the Trustees during the financial year.