
**TEARDROPS SUPPORTING YOUR COMMUNITY (Formerly known as
Teardrops Supporting the Homeless)**

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

TEARDROPS SUPPORTING YOUR COMMUNITY

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TEARDROPS SUPPORTING YOUR COMMUNITY

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

Trustees

Christine Shaw

Daniel Lorenzo (appointed 1 February 2023)

Helen Cushion (appointed 1 May 2023)

Sara Stafford

Charity registered number

1169427

Principal office

110 Crab Street, St Helens, WA10 2DJ

Accountants

CW Accountants Limited, The Boulevard Centre, 45 Railway Road, Blackburn, Lancashire, BB1 1EZ

Bankers

Lloyds Bank PLC, 25 Gresham Street, London, EC2V 7HN

TEARDROPS SUPPORTING YOUR COMMUNITY

TRUSTEES' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2022

The Trustees present their annual report together with the financial statements of the charity for the 1 October 2021 to 30 September 2022.

Objectives and Activities

a. POLICIES AND OBJECTIVES

The relief of poverty and to relieve the needs of those without shelter, in particular but not exclusively those who are homeless, rough sleepers or sofa surfers in the borough of St Helens, Hatton and surrounding areas in such ways as the Trustees shall think fit including by the provision of temporary accommodation, outreach and support services.

b. MAIN ACTIVITIES UNDERTAKEN TO FURTHER THE CHARITY'S PURPOSES FOR PUBLIC BENEFIT

The Charitable Purpose of Teardrops is best described by items 12 of the Charities Act 2011 - The relief of those in need, by reason of youth, age, ill-health, disability, financial hardship or other disadvantage i.e. it is a charity concerned with the relief of the issues assorted with homelessness. It will address those issues by providing relief, specific remedies and specialist advice.

Teardrops will specifically address the causes of homelessness (MH, Drug Dependency, Alcohol & Poverty, and Unemployment) through support, and working alongside multi agencies, in house training and courses. This will help relieve unemployment and the strain on other services e.g. NHS, mental health services and the economy.

Achievements and performance

a. REVIEW OF ACTIVITIES

Teardrops fundamentally work with those who are most vulnerable and disadvantaged in the community with a wide range of help and support, so that they can lead an independent life. With the primary focus to support those who are homeless at risk of becoming homeless and to address child hunger, poverty, and deprivation. Teardrops support families, individuals, couples and schools (with food pantries) plus, educate young people on a wide range of topics by breaking down barriers, addressing addictions, mental health, discrimination, and homelessness.

Teardrops have a dedicated homeless prevention team to support those who are homeless or at risk of losing their tenancy, by providing a wrap-around service for those most vulnerable that are needing help and support that covers every welfare and benefit advice under one roof, such as help with obtaining ID, setting up a bank account, UC claims including UC 50, Carer's and attendance allowance, New style ESA & JSA, work capability assessments, DLA, Housing benefit and tax reduction, discretionary housing payment, liaise with landlords with sections 8 & 21, online housing applications, CVs, Job search, referrals and signposting. They also support people with one-off claims and is captured and recorded using the homeless link outcome stars.

Teardrops run a night café 3 nights a week (between 7.00 -9.00 pm), providing a hot meal and drinks to rough sleepers, sofa surfers, those in hostels and people in their own home who are at risk of homelessness. The café wishes to treat its users like guests, taking orders for meals as opposed to simply serving up a set menu. The café may be used for between 50 – 60 people over the course of the day and night

The Hub is open 9.30 – 4.00 each day Monday – Friday. This is a lifeline for many, and it supports over 450 people per week. Any donated food is distributed to local families in various hostels around the borough and support four primary schools in deprived areas in St Helens, with twelve large crates of food each month, and most recently it has nearly doubled with schools reaching out for help and support as part of the school pantry project to tackle child hunger and poverty. The project allows them to get vital food, clothes and personal care items to those families who are struggling the most, this helps to feed approximately 130 people, which is over

TEARDROPS SUPPORTING YOUR COMMUNITY

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 30 SEPTEMBER 2022

900 people per month. Teardrops also provide emergency food packs to those who have used their allocation at the food bank, clothing and toiletries, small furniture items to those who are setting up their home. And run courses to educate young people around the dangers of drink & drugs, anti-social behaviour, county lines, save a mate's life, gangs, knife crime and homelessness.

The Hub wants its users to feel 'equals' with the team who run it and who support them –it is intrinsically people-centred. All service users receive breakfast, lunch, and drinks throughout the day. In 2022 alone, Teardrops provided 5,833 meals. They also provide clothing, rucksacks, sleeping bags, blankets, footwear, and toiletries. The social aspect of The Hub works well with individuals, who may often be isolated and having no connections, forming groups amongst each other.

There is a varied mix 38 volunteers of whom 24 are active. This is supplemented by 'helpers' who may be vulnerable in their own capacity and 'community champions' who may well be service users themselves and have lived experience. Teardrops staff have skilled team leaders that identify any rough sleepers, sexual exploitation, cuckooing, in crisis, forms of abuse, modern slavery, those affected by loan sharks and those most vulnerable. This is then passed on to the homeless prevention team who then work with the client and co-ordinate with multi-agencies to look at away forward, this can include MDT, complex care, safeguarding, MARAC, Huddle and housing. The allocated worker will then support and feedback to the client, this ensures appointments are kept, welfare checks are undertaken if appointments are missed, the client is kept fully updated and their wishes and feelings are heard by both with their key worker and other agencies they are involved with and seek further support by outside agencies if needed.

Teardrops have two prevention workers who work with those who are single and couples, plus two-family prevention workers, providing a wrap-around, one-to-one service and includes support with CVs, priority bills and budgeting, Times, and name of supermarket when items are reduced, cooking on a budget. This caseload of course fluctuates as demand falls and rises, with referrals coming from GPs, CGL (substance misuse), Schools, housing, Health, DWP, adult social services, probation, prisons, JMU, Merseyside fire & rescue service, Merseyside police, Hospitals, and other voluntary sectors. The process of supporting one individual can take up to six months.

Each day the Hub will host specific events and activities ranging from agency support, forums for discussing challenges faced, health checks, first aid courses, themed nights, and arts-based classes.

The clear strength of the organisation is working holistically with all who walk through their door with a person-centred approach. The homeless prevention team have also adopted Maslow's hierarchy of needs model, knowing that if someone's basic needs, are unmet, they may not be able to progress in other areas of their life. Teardrops use this model as their foundation to support and reach the goals of each individual.

Teardrops staff work hard to ensure that its users feel they have a value and a worth, something they will probably not experience in the challenges of their daily lives. Staff are empathetic and caring, always being prepared to muck in when it is necessary.

Relationships are developed between the staff and the service users through constant communication and checking. The main outcome of the service for the people that access them are:

- To be able to find, sustain and maintain suitable accommodation.
 - Improve their overall well-being.
 - Improve their financial situation including debts, living cost, living standards and through accessing the correct benefits,
 - Improve access to wider community services through working with partner organisations
 - Improve overall situation.
- Teardrops collect relevant data, including but not limited to;
- Case studies
 - Service User feedback
 - Homeless link measuring tool
 - Feedback from partner agencies

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TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 30 SEPTEMBER 2022

-Improvement of a person's situation
-Track progress by completing the outcome star at the beginning and at the end of a service users' journey. They keep records of all their clients using several systems, Homeless link data base, Elemental social prescribing platform data base (NHS) Teardrops signing in app. A performance monitoring framework (PMF) that is designed to capture outcomes of the service they provide. The data is compiled monthly, and they utilise a data input system to input, record and analyse data.

There are many opportunities presented during the day and evenings when staff can have informal conversations with individuals which helps them spot those who are in particular in need or in crisis. The aftermath of COVID, the war in the Ukraine and Brexit, have pushed up the rising cost of energy and food bills up, pushing those already struggling into further poverty. With public sector cuts, job losses, tenancy evictions and unaffordable housing they are turning to third sectors like Teardrops for support. With the impact of the above they are seeing a significant number of clients and service users with mental health related problems; meeting demands in this respect is becoming increasingly challenging to meet the demands of their community. Demand from those who are homeless is increasing all the time. Hostels in the community are full and there is little if any social housing on offer. Conditions in private dwellings can leave a lot to be desired. One area that is acute is the case of ex-offenders in the Category A division who are unlikely to be assisted by certain mainstream services.

Teardrops wishes to develop its links with the local Primary schools. Currently they deliver up to 12 crates of donated food to four schools each month. In turn this can generate requests for supporting vulnerable families. Teardrops aspire to become more sustainable. One major project near completion is the creation of a community café and retail unit. The café (Mellor & Black Enchanted Tea Gardens) is split into two sections, one part is for those wanting afternoon tea with plants, and greenery, bringing the outside in where they can relax and enjoy afternoon tea. The other section will be a child friendly themed café (Alice in Wonderland) where children can have fun exploring the magical world of Alice and her friends without it being costly to families. There are no themed cafes in St Helens, and they feel by creating such a setting, they can offer a range of wholesome meals e.g., roast dinner, hotpot, and cottage pie on the menu daily, along with other various meals at a relatively low-cost, and with every paying adult a child eats free. plus, the homeless prevention team will be on hand in their office to support families and those who are struggling with benefit and welfare advice should they want it. The upcycling shop will also offer cheap affordable items to those wanting to create a new look to their home. And will be offering courses on upcycling and upholstery twice a week for those wanting to learn either a new skill, gain future employment or as a hobby, as well as educating those who attend around the importance of recycling and upcycling to preserve the planet from global warming.

They also want to give their community a chance to showcase their artwork in store and once sold we will pledge the money back to them. Plus, they want to offer a range of opportunities to students (through a work placement) those unemployed, school leavers and those coming out of care either through (ways to work or the DWP) plus, voluntary work. This will give those in our community an opportunity to learn new skills in customer service/shop work, waitressing, creative design, and work within the kitchen.

With notice boards around the building displaying community activities, lifeline numbers, help and support. Teardrops used the money from a legacy to acquire large premises on the high street, which is due to open later in the spring, it will hopefully provide as significant income stream for the charity. Teardrops overriding aim is to keep people safe and not hungry, providing them with the tools and skills to say off the streets.

Financial review

a. GOING CONCERN

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

TEARDROPS SUPPORTING YOUR COMMUNITY

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 30 SEPTEMBER 2022

b. RESERVES POLICY

The charity aims to have 6 months running costs as a designated fund. This is as per the Charities Commission guidance and will be in the event that the company is wound up. Currently, the charity has around 3 months running costs.

c. SURPLUS/ DEFICIT

The Charity made a surplus of £9,056 throughout the year to 30th September 2022. This was primarily spend off unspent grants from the year before due to timing differences and build up of designated reserves in line with the Charities Commission best practice guidance.

Structure, governance and management

a. CONSTITUTION

The charity was incorporated on 1 April 2016 and commenced trading on that date.
There have been no/the following changes since the last annual report - Name change from Teardrops Supporting the Homeless to Teardrops Supporting Your Community.

b. METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES

The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

c. ORGANISATIONAL STRUCTURE AND DECISION MAKING

We have a Board of Trustees which is made up of four people of all ages with a wide variety of skills and experience.

Darren Jones is our Chairperson and is an employee at P4G, Darren was homeless himself many years ago so knows first hand what its like to be homeless. and the effects it has on you.

Wendy Briody is our Secretary. Wendy is a mental health nurse and works for (CAMHS). Wendy also was Temporary Manager for over 6 months running the service until they could find a replacement,

Sara Stafford is our Treasurer, Sara is a Paramedic and works for the North West ambulance service..
Sara is good at prioritising and an excellent bookkeeper.

There are regular meetings/reviews between these and the CEO - Denise Kelly. to confirm status, progress, next initiatives etc.

TRUSTEES' RESPONSIBILITIES STATEMENT

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

The law applicable to charities in England & Wales 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

TEARDROPS SUPPORTING YOUR COMMUNITY

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 30 SEPTEMBER 2022

Trustees are required to:

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

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and 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 Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They 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.

This report was approved by the Trustees, on

and signed on their behalf by:

Trustee



21-08-2023

Trustee

Sara J. Stanford
21-08-2023

TEARDROPS SUPPORTING YOUR COMMUNITY

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2022

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF TEARDROPS SUPPORTING YOUR COMMUNITY (the 'charity')

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 30 September 2022.

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work or for this report.

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 2011 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 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 ACCA, which is one of the listed bodies.

Your attention is drawn to the fact that the charity has prepared the accounts 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) 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 been withdrawn.

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

I have completed my examination. I can 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 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.

TEARDROPS SUPPORTING YOUR COMMUNITY

INDEPENDENT EXAMINER'S REPORT (continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2022

Signed: C Wright

Dated: 21-08-2023.

Courtney Wright BA FCCA

The Boulevard Centre, 45 Railway Road, Blackburn, Lancashire, BB1 1EZ

TEARDROPS SUPPORTING YOUR COMMUNITY

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 SEPTEMBER 2022

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
INCOME FROM:					
Donations and legacies	2	144,278	278,522	422,800	308,586
TOTAL INCOME		144,278	278,522	422,800	308,586
EXPENDITURE ON:					
Charitable activities	3	157,476	256,268	413,744	317,849
TOTAL EXPENDITURE	4	157,476	256,268	413,744	317,849
NET INCOME / (EXPENDITURE) BEFORE OTHER RECOGNISED GAINS AND LOSSES		(13,198)	22,254	9,056	(9,263)
NET MOVEMENT IN FUNDS		(13,198)	22,254	9,056	(9,263)
RECONCILIATION OF FUNDS:					
Total funds brought forward		74,595	14,815	89,410	98,673
TOTAL FUNDS CARRIED FORWARD		61,397	37,069	98,466	89,410

The notes on pages 12 to 21 form part of these financial statements.

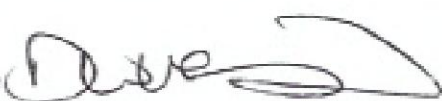
TEARDROPS SUPPORTING YOUR COMMUNITY

BALANCE SHEET
AS AT 30 SEPTEMBER 2022

	Note	£	2022 £	£	2021 £
FIXED ASSETS					
Tangible assets	9		24,876		8,595
CURRENT ASSETS					
Cash at bank and in hand		79,660		83,523	
CREDITORS: amounts falling due within one year	10	(6,070)		(2,708)	
NET CURRENT ASSETS			73,590		80,815
NET ASSETS			98,466		89,410
CHARITY FUNDS					
Restricted funds	11		37,069		14,815
Unrestricted funds	11		61,397		74,595
TOTAL FUNDS			98,466		89,410

The financial statements were approved by the Trustees on 21-05-23 and signed on their behalf, by:

Trustee



Trustee

The notes on pages 12 to 21 form part of these financial statements.

TEARDROPS SUPPORTING YOUR COMMUNITY

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash provided by/(used in) operating activities	13	18,637	(60,987)
Cash flows from investing activities:			
Purchase of tangible fixed assets		(22,500)	-
Net cash used in investing activities		(22,500)	-
Change in cash and cash equivalents in the year		(3,863)	(60,987)
Cash and cash equivalents brought forward		83,523	144,510
Cash and cash equivalents carried forward	14	79,660	83,523

The notes on pages 12 to 21 form part of these financial statements.

TEARDROPS SUPPORTING YOUR COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared to give a 'true and fair' view and 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 Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: 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) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

Teardrops Supporting Your Community constitutes a public benefit entity as defined by FRS 102.

1.2 Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the Trustees' report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

1. ACCOUNTING POLICIES (continued)

1.3 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 allocated on the portion of the asset's use.

Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Charitable activities and Governance costs are costs incurred on the charity's operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

1.4 Tangible fixed assets and depreciation

All assets costing more than £xxx are capitalised.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures and fittings	- 20% Reducing Balance
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1.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

1.6 Cash at Bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

1. ACCOUNTING POLICIES (continued)

1.7 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.8 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.9 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

2. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Donations	138,278	-	138,278	15,591
Grants	6,000	278,522	284,522	292,995
	<hr/>	<hr/>	<hr/>	<hr/>
Total donations and legacies	144,278	278,522	422,800	308,586
	<hr/>	<hr/>	<hr/>	<hr/>
Total 2021	308,586	-	308,586	
	<hr/>	<hr/>	<hr/>	

TEARDROPS SUPPORTING YOUR COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

3. GOVERNANCE COSTS

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Governance Internal audit costs	650	-	650	2,135
Governance - legal and professional	150	-	150	9,443
Governance - depreciation - tangible fixed assets	6,219	-	6,219	2,148
	<u>7,019</u>	<u>-</u>	<u>7,019</u>	<u>13,726</u>

4. ANALYSIS OF EXPENDITURE BY EXPENDITURE TYPE

	Staff costs 2022 £	Depreciation 2022 £	Other costs 2022 £	Total 2022 £	Total 2021 £
Direct costs - Activities	259,921	-	146,804	406,725	304,123
Expenditure on governance	-	6,219	800	7,019	13,726
	<u>259,921</u>	<u>£ 6,219</u>	<u>£ 147,604</u>	<u>£ 413,744</u>	<u>£ 317,849</u>
Total 2021	225,914	2,148	89,787	317,849	

5. DIRECT COSTS ANALYSIS

	2022 £	2021 £
Salaries and on costs	259,921	225,914
IT/ computer costs	3,720	4,060
Telephone/ internet costs	2,973	4,800
Insurance	1,795	1,222
Project costs	42,901	5,537
Rent and Utilities	84,858	47,668
Printing, postage and stationery	804	1,370
Repairs and maintenance	4,250	8,552
Equipment	5,503	5,000
	<u>£ 406,725</u>	<u>£ 304,123</u>

TEARDROPS SUPPORTING YOUR COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

6. NET INCOME/(EXPENDITURE)

This is stated after charging:

	2022 £	2021 £
Depreciation of tangible fixed assets:		
- owned by the charity	6,219	2,148

During the year, no Trustees received any remuneration (2021 - £NIL).

During the year, no Trustees received any benefits in kind (2021 - £NIL).

During the year, no Trustees received any reimbursement of expenses (2021 - £NIL).

7. AUDITORS' REMUNERATION

The Independent Examiner's remuneration amounts to an Independent Examination fee of £ 450 (2021 - £ 400).

TEARDROPS SUPPORTING YOUR COMMUNITY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

8. STAFF COSTS

Staff costs were as follows:

	2022 £	2021 £
Wages and salaries	£ 259,921	£ 225,914

The average number of persons employed by the charity during the year was as follows:

	2022 No.	2021 No.
	15	12

No employee received remuneration amounting to more than £60,000 in either year.

9. TANGIBLE FIXED ASSETS

	Fixtures and fittings £
Cost	
At 1 October 2021	13,429
Additions	22,500
At 30 September 2022	35,929
Depreciation	
At 1 October 2021	4,834
Charge for the year	6,219
At 30 September 2022	11,053
Net book value	
At 30 September 2022	24,876
At 30 September 2021	8,595

10. CREDITORS: Amounts falling due within one year

	2022 £	2021 £
Other taxation and social security	4,068	-
Other creditors	792	2,148
Accruals and deferred income	1,210	560
	6,070	2,708

TEARDROPS SUPPORTING YOUR COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

11. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 October 2021 £	Income £	Expenditure £	Balance at 30 September 2022 £
Designated funds				
Designated Funds - all funds	32,000	-	-	32,000
General funds				
General Funds - all funds	42,595	144,278	(157,476)	29,397
Total Unrestricted funds	74,595	144,278	(157,476)	61,397
Restricted funds				
Restricted Funds - all funds	14,815	146,230	(138,543)	22,502
Steve Morgan Foundation	-	60,730	(59,174)	1,556
Citizens Advice	-	6,212	(843)	5,369
John Moores Foundation	-	5,000	(3,897)	1,103
Police and Crime Commission	-	2,000	(2,000)	-
Tudor Trust	-	30,000	(23,589)	6,411
EFG European Furniture Group	-	2,500	(2,500)	-
Greggs Foundation UK	-	3,850	(3,850)	-
B&Q Foundation	-	5,000	(5,000)	-
Arnold Clark	-	1,000	(1,000)	-
P Holt Foundation	-	16,000	(15,872)	128
	14,815	278,522	(256,268)	37,069
Total of funds	89,410	422,800	(413,744)	98,466

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 October 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 30 September 2021 £
Designated Funds - all funds	22,000	-	-	10,000	32,000
General Funds - all funds	40,687	151,553	(139,645)	(10,000)	42,595
Restricted funds					
Restricted Funds - all funds	35,986	157,033	(178,204)	-	14,815
Total of funds	98,673	308,586	(317,849)	-	89,410

TEARDROPS SUPPORTING YOUR COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

SUMMARY OF FUNDS - CURRENT YEAR

	Balance at 1 October 2021 £	Income £	Expenditure £	Balance at 30 September 2022 £
Designated funds	32,000	-	-	32,000
General funds	42,595	144,278	(157,476)	29,397
	74,595	144,278	(157,476)	61,397
Restricted funds	14,815	278,522	(256,268)	37,069
	89,410	422,800	(413,744)	98,466

SUMMARY OF FUNDS - PRIOR YEAR

	Balance at 1 October 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 30 September 2021 £
Designated funds	22,000	-	-	10,000	32,000
General funds	40,687	151,553	(139,645)	(10,000)	42,595
	62,687	151,553	(139,645)	-	74,595
Restricted funds	35,986	157,033	(178,204)	-	14,815
	98,673	308,586	(317,849)	-	89,410

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	24,876	-	24,876
Current assets	42,591	37,069	79,660
Creditors due within one year	(6,070)	-	(6,070)
	61,397	37,069	98,466

TEARDROPS SUPPORTING YOUR COMMUNITY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS (continued)

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	<i>Unrestricted funds 2021 £</i>	<i>Restricted funds 2021 £</i>	<i>Total funds 2021 £</i>
Tangible fixed assets	8,595	-	8,595
Current assets	68,708	14,815	83,523
Creditors due within one year	(2,708)	-	(2,708)
	<u>74,595</u>	<u>14,815</u>	<u>89,410</u>

13. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net income/(expenditure) for the year (as per Statement of Financial Activities)	9,056	(9,263)
Adjustment for:		
Depreciation charges	6,219	2,148
Increase/(decrease) in creditors	3,362	(53,872)
Net cash provided by/(used in) operating activities	<u>18,637</u>	<u>(60,987)</u>

14. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2022 £	2021 £
Cash in hand	79,660	83,523
Total	<u>79,660</u>	<u>83,523</u>

15. RELATED PARTY TRANSACTIONS

There have been no related party transactions throughout the year.

16. POST BALANCE SHEET EVENTS

No significant events have occurred after the year end.

TEARDROPS SUPPORTING YOUR COMMUNITY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

17. CONTROLLING PARTY

Those trustees listed on page one of the accounts control the company.