REACH OUT MINISTRIES

England & Wales · Charity number 1171638

Details

Other names	REACH OUT RECOVERY
Status	Registered
Legal form	CIO
Registered	2017-02-15
Register	View on the Charity Commission register

Contact

Address	14-16 Whitby Street Hartlepool TS24 7AD
Phone	01429420045
Email	contact@reachoutministries.co.uk
Website	www.reachoutministries.co.uk

Activities

Objects: 3.1. THE OBJECTS OF THE CIO ARE3.1.1. THE ADVANCEMENT OF THE CHRISTIAN FAITH IN ACCORDANCE WITH THE BASIS OF FAITH; AND 3.1.2. THE RELIEF OF THOSE IN NEED BECAUSE OF LACK OF ACCOMMODATION, ILL-HEALTH, ADDICTION, DISABILITY, FINANCIAL HARDSHIP, OR OTHER DISADVANTAGEALL THESE OBJECTS TO BE PURSUED IN ACCORDANCE WITH CHRISTIAN PRINCIPLES AND PRACTICES AND THE BASIS OF FAITH AND IN SUCH A WAY THAT DEMONSTRATES AND RECOMMENDS FAITH IN JESUS CHRIST AS SAVIOUR AND LORD, AND PARTICULARLY THE VALUES OF CARE AND CONCERN FOR THE NEEDY AND VULNERABLE.

Activities: We are a Christian organisation, who set out to help those in the church who are homeless and in addiction from Alcohol and Drugs. We found that people without faith where willing to come in to rehab, knowing that we have a Christian ethos. We do not discriminate against any one that wishes to come for help. We go on the streets of Middleborough, Sunderland and Newcastle helping all in need.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information
- **What:** Education/training, Disability, Religious Activities
- **Who:** People With Disabilities, Other Defined Groups

Geography

- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2026-01-01	£26,553,148	£23,828,918	£481,811	5
2025-01-01	£277,652	£271,701	-	-
2024-01-01	£260,531	£271,036	-	-
2023-01-01	£183,707	£182,554	-	-
2022-01-01	£155,161	£146,961	-	-
2021-01-01	£164,316	£164,685	-	-

Trustees

Name	Role	Appointed
Anthony Grosvenor		2023-10-05
Grace Kelly		2024-04-10
Vivienne Neveille		2025-09-11

REACH OUT MINISTRIES

England & Wales - Charity number 1171638

Accounts

CHARITY REGISTRATION NUMBER: 1171638

Reach Out Ministries

Unaudited Financial Statements

1 January 2025

WM FORTUNE AND SON
Chartered accountants
Collingwood House
Church Square
Hartlepool
TS24 7EN

Reach Out Ministries

Financial Statements

Year ended 1 January 2025

Reach Out Ministries

Trustees' Annual Report

Year ended 1 January 2025

The trustees present their report and the unaudited financial statements of the charity for the year ended 1 January 2025.

Reference and administrative details

Registered charity name	Reach Out Ministries
Charity registration number	1171638
Principal office	14-16 Whitby Street Hartlepool TS24 7AD

The trustees

M Doherty	(Served from 26 April 2024 to 19 September 2024)
G Kelly	(Appointed 10 April 2024)
A Grosvenor	

Independent examiner	Thomas Atkinson Collingwood House Church Square Hartlepool TS24 7EN

Structure, governance and management

Reach Out Ministries is an unincorporated charity registered with the Charities Commission.

Objectives and activities

The Advancement of the Christian faith in accordance with the basis of faith and the relief of those in need because of lack of accommodation, ill-health, addiction, disability, financial hardship or other disadvantages. The objectives shall be pursued in accordance with christian principles and practices and in such a way that demonstrates and recommends faith in Jesus Christ as saviour and lord and particularly the values of care and concern for the needy and vulnerable.

Achievements and performance

The organisation is a residential rehabilitation centre linked to the Living Waters Church. The pastor of Living Waters Church oversees the work of the rehabilitation centre. Its main aims are to introduce to the love of God shown through Jesus Christ, to encourage those who already know God's Love to keep trusting in that and to demonstrate God's love in practical acts of kindness, reaching out to those who have lost hope. The organisation provides support living accommodation for adults struggling with addiction. The trustees have advised that the key activities of the organisation are:

1. To work alongside individuals with addictions to help them into a place of non-dependency; 2. To work alongside the families of the individuals with addictions seeking to bring about reconciliation; 3. To work alongside doctors, social services and the mental health experts to be part of a wider network of support; 4. To support individuals in life skills and further education.

Financial review

The charity incurred a deficit of £10,505 (2023 Surplus £1,153)

The trustees' annual report was approved on 20 June 2025 and signed on behalf of the board of trustees by:

Trustee Anthony O Grosvenor   Trustee Anthony O Grosvenor

Reach Out Ministries

Independent Examiner's Report to the Trustees of Reach Out Ministries

Year ended 1 January 2025

I report to the trustees on my examination of the financial statements of Reach Out Ministries ('the charity') for the year ended 1 January 2025.

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 Act').

I report in respect of my examination of the charity's financial statements 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

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 the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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 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 accounts to be reached.

Thomas Atkinson

Thomas Atkinson
Independent Examiner

Collingwood House
Church Square
Hartlepool
TS24 7EN

Reach Out Ministries

Statement of Financial Activities

Year ended 1 January 2025

	Note	2025 Unrestricted funds £	2025 Total funds £	2024 Total funds £
Income and endowments				
Donations and legacies	**4**	71,526	**71,526**	80,873
Charitable activities	**5**	206,120	**206,120**	179,630
Investment income	**6**	6	**6**	28
Total income		277,652	**277,652**	260,531
Expenditure				
Expenditure on charitable activities	**7,8**	271,701	**271,701**	271,036
Total expenditure		271,701	**271,701**	271,036
Net income/(expenditure) and net movement in funds		5,951	**5,951**	(10,505)
Reconciliation of funds				
Total funds brought forward		7,981	**7,981**	18,486
Total funds carried forward		13,932	**13,932**	7,981

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

The notes on pages 6 to 12 form part of these financial statements.

Reach Out Ministries

Statement of Financial Position

1 January 2025

	Note	2025 £	£	2024 £
Fixed assets				
Tangible fixed assets	**14**		**9,462**	9,462
Current assets				
Cash at bank and in hand		**7,093**		1,142
Creditors: amounts falling due within one year	**15**	**2,623**		2,623
Net current assets			**4,470**	(1,481)
Total assets less current liabilities			**13,932**	7,981
Funds of the charity				
Unrestricted funds			**13,932**	7,981
Total charity funds	**17**		**13,932**	7,981

These financial statements were approved by the board of trustees and authorised for issue on 20 June 2025, and are signed on behalf of the board by:

Trustee Anthony O Grosvenor Trustee Anthony O Grosvenor

The notes on pages 6 to 12 form part of these financial statements.

1. **General information**

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 14-16 Whitby Street, Hartlepool, TS24 7AD.

2. **Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. **Accounting policies**

Basis of preparation

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

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

Going concern

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

Disclosure exemptions

The charity satisfies the criteria for qualifying as small as defined in FRS102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

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

Judgements and key sources of estimation uncertainty

None

Fund accounting

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

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

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

3. Accounting policies ***(continued)***

Incoming resources

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

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

Resources expended

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

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

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

Tangible assets

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

3. Accounting policies ***(continued)***

Tangible assets ***(continued)***

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

Depreciation

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

Equipment	-	15% reducing balance

Impairment of fixed assets

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

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

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

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Donations and legacies

	Unrestricted Funds £	**Total Funds 2025 £**	Unrestricted Funds £	Total Funds 2024 £
Donations				
Donations and cash deposits	65,526	**65,526**	44,313	44,313
Other grants	6,000	**6,000**	36,560	36,560
	71,526	**71,526**	80,873	80,873

5. Charitable activities

	Unrestricted Funds £	**Total Funds 2025 £**	Unrestricted Funds £	Total Funds 2024 £
HBC Funding	206,120	**206,120**	179,630	179,630

6. Investment income

	Unrestricted Funds £	**Total Funds 2025 £**	Unrestricted Funds £	Total Funds 2024 £
Bank interest receivable	6	**6**	28	28

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	**Total Funds 2025 £**	Unrestricted Funds £	Total Funds 2024 £
Support costs	271,701	**271,701**	271,036	271,036

8. Expenditure on charitable activities by activity type

	Support costs £	**Total funds 2025 £**	Total fund 2024 £
Activity	271,701	**271,701**	271,036

9. Analysis of support costs

	Analysis of support costs activity 1 £	**Total 2025 £**	Total 2024 £
General office	1,821	**1,821**	3,745

10. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2025 £	2024 £
Depreciation of tangible fixed assets	**–**	1,669

11. Independent examination fees

	2025 £	2024 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	**2,622**	2,622

12. Staff costs

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

	2025 £	2024 £
Wages and salaries	**151,142**	142,564
Employer contributions to pension plans	**2,439**	1,690
	153,581	144,254

12. Staff costs *(continued)*

The average head count of employees during the year was 7 (2024: 5). The average number of full-time equivalent employees during the year is analysed as follows:

	2025	2024
	No.	No.
Number of staff	**7**	5

No employee received employee benefits of more than £60,000 during the year (2024: Nil).

13. Trustee remuneration and expenses

Trustees did not receive any remuneration or expenses during the financial year (2022 Nil)

14. Tangible fixed assets

	Equipment	**Total**
	£	**£**
Cost		
At 2 January 2024 and 1 January 2025	15,404	**15,404**
Depreciation		
At 2 January 2024 and 1 January 2025	5,942	**5,942**
Carrying amount		
At 1 January 2025	9,462	**9,462**
At 1 January 2024	9,462	9,462

15. Creditors: amounts falling due within one year

	2025	2024
	£	£
Trade creditors	**2,623**	2,623

16. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £2,439 (2024: £1,690).

17. Analysis of charitable funds

Unrestricted funds

	At 2 January 2024	Income	Expenditure	At 1 January 2025
	£	£	£	£
General funds	7,981	277,652	(271,701)	**13,932**

	At 2 January 2023	Income	Expenditure	At 1 January 2024
	£	£	£	£
General funds	18,486	260,531	(271,036)	7,981

18. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2025
	£	£
Tangible fixed assets	9,462	**9,462**
Current assets	7,093	**7,093**
Creditors less than 1 year	(2,623)	**(2,623)**
Net assets	13,932	**13,932**

	Unrestricted Funds	Total Funds 2024
	£	£
Tangible fixed assets	9,462	9,462
Current assets	1,142	1,142
Creditors less than 1 year	(2,623)	(2,623)
Net assets	7,981	7,981

Accounts

CHARITY REGISTRATION NUMBER: 1171638

Reach Out Ministries

Unaudited Financial Statements

1 January 2024

WM FORTUNE AND SON
Chartered accountants
Collingwood House
Church Square
Hartlepool
TS24 7EN

Reach Out Ministries

Financial Statements

Year ended 1 January 2024

Reach Out Ministries

Trustees' Annual Report

Year ended 1 January 2024

The trustees present their report and the unaudited financial statements of the charity for the year ended 1 January 2024.

Reference and administrative details

Registered charity name	Reach Out Ministries	
Charity registration number	1171638	
Principal office	14-16 Whitby Street Hartlepool TS24 7AD	
The trustees		
	Phineas Murwira	(Resigned 30 September 2023)
	Albert Barwick	(Resigned 30 September 2023)
	Nomusa Malinga	(Resigned 30 September 2023)
	M Doherty	(Appointed 26 April 2024)
	G Kelly	(Appointed 10 April 2024)
	A Grosvenor	(Appointed 5 October 2023)
Independent examiner	Thomas Atkinson Collingwood House Church Square Hartlepool TS24 7EN	

Structure, governance and management

Reach Out Ministries is an unincorporated charity registered with the Charities Commission.

Objectives and activities

The Advancement of the Christian faith in accordance with the basis of faith and the relief of those in need because of lack of accommodation, ill-health, addiction, disability, financial hardship or other disadvantages. The objectives shall be pursued in accordance with christian principles and practices and in such a way that demonstrates and recommends faith in Jesus Christ as saviour and lord and particularly the values of care and concern for the needy and vulnerable.

Achievements and performance

The organisation is a residential rehabilitation centre linked to the Living Waters Church. The pastor of Living Waters Church oversees the work of the rehabilitation centre. Its main aims are to introduce to the love of God shown through Jesus Christ, to encourage those who already know God's Love to keep trusting in that and to demonstrate God's love in practical acts of kindness, reaching out to those who have lost hope. The organisation provides support living accommodation for adults struggling with addiction. The trustees have advised that the key activities of the organisation are:

1. To work alongside individuals with addictions to help them into a place of non-dependency; 2. To work alongside the families of the individuals with addictions seeking to bring about reconciliation; 3. To work alongside doctors, social services and the mental health experts to be part of a wider network of support; 4. To support individuals in life skills and further education.

Reach Out Ministries

Trustees' Annual Report *(continued)*

Year ended 1 January 2024

Financial review

The charity incurred a deficit of £10,505 (2023 Surplus £1,153)

The trustees' annual report was approved on 5 September 2024 and signed on behalf of the board of trustees by:

A Grosvenor
Trustee

Anthony David Grosvenor

Reach Out Ministries

Independent Examiner's Report to the Trustees of Reach Out Ministries

Year ended 1 January 2024

I report to the trustees on my examination of the financial statements of Reach Out Ministries ('the charity') for the year ended 1 January 2024.

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 Act').

I report in respect of my examination of the charity's financial statements 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

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 the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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 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 accounts to be reached.

Thomas Atkinson

Thomas Atkinson
Independent Examiner

Collingwood House
Church Square
Hartlepool
TS24 7EN

Reach Out Ministries

Statement of Financial Activities

Year ended 1 January 2024

	Note	2024 Unrestricted funds £	2024 Total funds £	2023 Total funds £
Income and endowments				
Donations and legacies	**4**	80,873	**80,873**	66,694
Charitable activities	**5**	179,630	**179,630**	116,986
Investment income	**6**	28	**28**	27
Total income		260,531	**260,531**	183,707
Expenditure				
Expenditure on charitable activities	**7,8**	271,036	**271,036**	182,554
Total expenditure		271,036	**271,036**	182,554
Net (expenditure)/income and net movement in funds		(10,505)	**(10,505)**	1,153
Reconciliation of funds				
Total funds brought forward		18,486	**18,486**	17,333
Total funds carried forward		7,981	**7,981**	18,486

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

The notes on pages 6 to 12 form part of these financial statements.

Reach Out Ministries

Statement of Financial Position

1 January 2024

	Note	2024 £	£	2023 £
Fixed assets				
Tangible fixed assets	**14**		**9,462**	11,131
Current assets				
Cash at bank and in hand		**1,142**		11,365
Creditors: amounts falling due within one year	**15**	**2,623**		4,010
Net current liabilities			**(1,481)**	7,355
Total assets less current liabilities			**7,981**	18,486
Funds of the charity				
Unrestricted funds			**7,981**	18,486
Total charity funds	**17**		**7,981**	18,486

These financial statements were approved by the board of trustees and authorised for issue on 5 September 2024, and are signed on behalf of the board by:

A Grosvenor
Trustee

The notes on pages 6 to 12 form part of these financial statements.

Reach Out Ministries

Notes to the Financial Statements

Year ended 1 January 2024

1. **General information**

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 14-16 Whitby Street, Hartlepool, TS24 7AD.

2. **Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. **Accounting policies**

Basis of preparation

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

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

Going concern

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

Disclosure exemptions

The charity satisfies the criteria for qualifying as small as defined in FRS102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

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

Judgements and key sources of estimation uncertainty

None

Fund accounting

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

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

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

3. Accounting policies *(continued)*

Incoming resources

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

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

Resources expended

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

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

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

Tangible assets

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

3. Accounting policies *(continued)*

Tangible assets *(continued)*

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

Depreciation

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

Equipment	-	15% reducing balance

Impairment of fixed assets

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

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

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

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Donations and legacies

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations and cash deposits	44,313	**44,313**	29,472	29,472
Other grants	36,560	**36,560**	15,000	15,000
Donations	–	**–**	22,222	22,222
	80,873	**80,873**	66,694	66,694

5. Charitable activities

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
HBC Funding	179,630	**179,630**	116,986	116,986

6. Investment income

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Bank interest receivable	28	**28**	27	27

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Support costs	271,036	**271,036**	182,554	182,554

8. Expenditure on charitable activities by activity type

	Support costs £	**Total funds 2024 £**	Total fund 2023 £
Activity type 1	271,036	**271,036**	182,554

9. Analysis of support costs

	Analysis of support costs activity 1 £	**Total 2024 £**	Total 2023 £
General office	3,745	**3,745**	1,879

10. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2024 £	2023 £
Depreciation of tangible fixed assets	**1,669**	1,963

11. Independent examination fees

	2024 £	2023 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	**2,622**	2,520

12. Staff costs

The average head count of employees during the year was 5 (2023: 6). The average number of full-time equivalent employees during the year is analysed as follows:

	2024 No.	2023 No.
Number of staff - type 1	**5**	6

12. Staff costs *(continued)*

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

13. Trustee remuneration and expenses

Trustees did not receive any remuneration or expenses during the financial year (2022 Nil)

14. Tangible fixed assets

	Equipment £	**Total £**
Cost		
At 2 January 2023 and 1 January 2024	15,404	**15,404**
Depreciation		
At 2 January 2023	4,273	**4,273**
Charge for the year	1,669	**1,669**
At 1 January 2024	5,942	**5,942**
Carrying amount		
At 1 January 2024	9,462	**9,462**
At 1 January 2023	11,131	11,131

15. Creditors: amounts falling due within one year

	2024 £	2023 £
Trade creditors	**2,623**	4,010

16. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £1,690 (2023: £3,142).

17. Analysis of charitable funds

Unrestricted funds

	At 2 January 2023 £	Income £	Expenditure £	**At 1 January 2024 £**
General funds	18,486	260,531	(271,036)	**7,981**

	At 2 January 2022 £	Income £	Expenditure £	At 1 January 2023 £
General funds	17,333	183,707	(182,554)	18,486

18. Analysis of net assets between funds

	Unrestricted Funds £	**Total Funds 2024 £**
Tangible fixed assets	9,462	**9,462**
Current assets	1,142	**1,142**
Creditors less than 1 year	(2,623)	**(2,623)**
Net assets	7,981	**7,981**

	Unrestricted Funds £	Total Funds 2023 £
Tangible fixed assets	11,131	11,131
Current assets	11,365	11,365
Creditors less than 1 year	(4,010)	(4,010)
Net assets	18,486	18,486

Accounts

CHARITY REGISTRATION NUMBER: 1171638

Reach Out Ministries

Unaudited Financial Statements

1 January 2023

WM FORTUNE AND SON
Chartered accountants
Collingwood House
Church Square
Hartlepool
TS24 7EN

Reach Out Ministries

Trustees' Annual Report

Year ended 1 January 2023

The trustees present their report and the unaudited financial statements of the charity for the year ended 1 January 2023.

Reference and administrative details

Registered charity name	Reach Out Ministries
Charity registration number	1171638
Principal office	14-16 Whitby Street Hartlepool TS24 7AD
The trustees	
	Phineas Murwira Albert Barwick Nomusa Malinga
Independent examiner	Wm Fortune and Son Collingwood House Church Square Hartlepool TS24 7EN

The trustees' annual report was approved on 15 September 2023 and signed on behalf of the board of trustees by:

Charity Secretary

Reach Out Ministries

Independent Examiner's Report to the Trustees of Reach Out Ministries

Year ended 1 January 2023

I report to the trustees on my examination of the financial statements of Reach Out Ministries ('the charity') for the year ended 1 January 2023.

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 Act').

I report in respect of my examination of the charity's financial statements 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 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 accounts to be reached.

THOMAS ATKINSON
Independent Examiner

Collingwood House
Church Square
Hartlepool
TS24 7EN

Reach Out Ministries

Statement of Financial Activities

Year ended 1 January 2023

	Note	2023 Unrestricted funds £	2023 **Total funds** £	2022 Total funds £
Income and endowments				
Donations and legacies	**4**	66,694	**66,694**	73,617
Charitable activities	**5**	116,986	**116,986**	81,544
Investment income	**6**	27	**27**	–
Total income		183,707	**183,707**	155,161
Expenditure				
Expenditure on charitable activities	**7,8**	182,554	**182,554**	146,961
Total expenditure		182,554	**182,554**	146,961
Net income and net movement in funds		1,153	**1,153**	8,200
Reconciliation of funds				
Total funds brought forward		17,333	**17,333**	9,133
Total funds carried forward		18,486	**18,486**	17,333

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

The notes on pages 5 to 10 form part of these financial statements.

Reach Out Ministries

Statement of Financial Position

1 January 2023

	Note	2023 £	£	2022 £
Fixed assets				
Tangible fixed assets	12		11,131	13,094
Current assets				
Cash at bank and in hand		11,365		10,597
Creditors: amounts falling due within one year	13	4,010		6,358
Net current assets			7,355	4,239
Total assets less current liabilities			18,486	17,333
Funds of the charity				
Unrestricted funds			18,486	17,333
Total charity funds	15		18,486	17,333

These financial statements were approved by the board of trustees and authorised for issue on 15 September 2023, and are signed on behalf of the board by:

Charity Secretary

The notes on pages 5 to 10 form part of these financial statements.

Reach Out Ministries

Notes to the Financial Statements

Year ended 1 January 2023

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 14-16 Whitby Street, Hartlepool, TS24 7AD.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Fund accounting

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

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

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

3. Accounting policies *(continued)*

Incoming resources

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

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

Resources expended

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

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

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

Tangible assets

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

3. Accounting policies *(continued)*

Tangible assets *(continued)*

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

Depreciation

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

Impairment of fixed assets

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

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

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

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Donations and legacies

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations and cash deposits	29,472	**29,472**	34,515	34,515
HMRC and other grants	15,000	**15,000**	39,102	39,102
Donations type 3	22,222	**22,222**	–	–
	66,694	**66,694**	73,617	73,617

5. Charitable activities

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
HBC Funding	116,986	**116,986**	81,544	81,544

6. Investment income

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Bank interest receivable type 1	27	**27**	–	–

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Activity type 1	–	**–**	2,234	2,234
Support costs	182,554	**182,554**	144,727	144,727
	182,554	**182,554**	146,961	146,961

8. Expenditure on charitable activities by activity type

	Support costs £	**Total funds 2023 £**	Total fund 2022 £
Activity type 1	182,554	**182,554**	146,961

9. Net income

Net income is stated after charging/(crediting):

	2023 £	2022 £
Depreciation of tangible fixed assets	**1,963**	2,310

10. Staff costs

The average head count of employees during the year was 6 (2022: 6).

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

11. Trustee remuneration and expenses

Trustees did not receive any remuneration or expenses during the financial year (2022 Nil)

12. Tangible fixed assets

	Equipment £	**Total £**
Cost		
At 2 January 2022 and 1 January 2023	15,404	**15,404**
Depreciation		
At 2 January 2022	2,310	**2,310**
Charge for the year	1,963	**1,963**
At 1 January 2023	4,273	**4,273**
Carrying amount		
At 1 January 2023	11,131	**11,131**
At 1 January 2022	13,094	13,094

13. Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	**4,010**	6,358

14. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £3,142 (2022: £2,717).

15. Analysis of charitable funds

Unrestricted funds

	At 2 January 2022 £	Income £	Expenditure £	**At 1 January 2023 £**
General funds	17,333	183,707	(182,554)	**18,486**

	At 2 January 2021 £	Income £	Expenditure £	At 1 January 2022 £
General funds	9,133	155,161	(146,961)	17,333

Accounts

CHARITY REGISTRATION NUMBER: 1171638

Reach Out Ministries

Unaudited Financial Statements

1 January 2022

WM FORTUNE AND SON
Chartered accountants
Collingwood House
Church Square
Hartlepool
TS24 7EN

Reach Out Ministries

Trustees' Annual Report

Year ended 1 January 2022

The trustees present their report and the unaudited financial statements of the charity for the year ended 1 January 2022.

Reference and administrative details

Registered charity name	Reach Out Ministries
Charity registration number	1171638
Principal office	14-16 Whitby Street Hartlepool TS24 7AD
The trustees	
	Phineas Murwira Albert Barwick Nomusa Malinga
Independent examiner	Wm Fortune and Son Collingwood House Church Square Hartlepool TS24 7EN

The trustees' annual report was approved on 13/12/22 and signed on behalf of the board of trustees by:

Charity Secretary

Reach Out Ministries

Independent Examiner's Report to the Trustees of Reach Out Ministries

Year ended 1 January 2022

I report to the trustees on my examination of the financial statements of Reach Out Ministries ('the charity') for the year ended 1 January 2022.

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 Act').

I report in respect of my examination of the charity's financial statements 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 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 accounts to be reached.

Thomas Atkinson FCA .
13/12/22
Independent Examiner

Collingwood House
Church Square
Hartlepool
TS24 7EN

Reach Out Ministries

Statement of Financial Activities

Year ended 1 January 2022

	Note	2022 Unrestricted funds £	2022 Total funds £	2021 Total funds £
Income and endowments				
Donations and legacies	4	73,617	**73,617**	44,703
Charitable activities	5	81,544	**81,544**	119,613
Total income		155,161	**155,161**	164,316
Expenditure				
Expenditure on charitable activities	6,7	146,961	**146,961**	164,685
Total expenditure		146,961	**146,961**	164,685
Net income/(expenditure) and net movement in funds		8,200	**8,200**	(369)
Reconciliation of funds				
Total funds brought forward		9,133	**9,133**	9,502
Total funds carried forward		17,333	**17,333**	9,133

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

The notes on pages 5 to 10 form part of these financial statements.

Reach Out Ministries

Statement of Financial Position

1 January 2022

	Note	2022 £	£	2021 £
Fixed assets				
Tangible fixed assets	12		13,094	–
Current assets				
Cash at bank and in hand		10,597		5,771
Creditors: amounts falling due within one year	13	6,358		–
Net current assets			4,239	5,771
Total assets less current liabilities			17,333	5,771
Creditors: amounts falling due after more than one year	14		–	(3,362)
Net assets			17,333	9,133
Funds of the charity				
Unrestricted funds			17,333	9,133
Total charity funds	16		17,333	9,133

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

Charity Secretary

13.12.2022

The notes on pages 5 to 10 form part of these financial statements.

Reach Out Ministries

Notes to the Financial Statements

Year ended 1 January 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 14-16 Whitby Street, Hartlepool, TS24 7AD.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Fund accounting

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

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

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

3. Accounting policies *(continued)*

Incoming resources

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

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

Resources expended

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

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

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

Tangible assets

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

3. Accounting policies *(continued)*

Tangible assets *(continued)*

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

Depreciation

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

Impairment of fixed assets

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

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

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

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Donations and legacies

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations and cash deposits	34,515	**34,515**	34,703	34,703
HMRC and other grants	39,102	**39,102**	10,000	10,000
	73,617	**73,617**	44,703	44,703

5. Charitable activities

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
HBC Funding	81,544	**81,544**	119,613	119,613

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Activity type 1	2,234	**2,234**	–	–
Support costs	144,727	**144,727**	164,685	164,685
	146,961	**146,961**	164,685	164,685

7. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	**Total funds 2022 £**	Total fund 2021 £
Activity type 1	2,234	144,727	**146,961**	164,685

8. Analysis of support costs

	Total 2022 £	Total 2021 £
Staff costs	–	91,585

9. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	**2,310**	–

10. Staff costs

The average head count of employees during the year was 6 (2021: 6).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

11. Trustee remuneration and expenses

Trustees received remuneration of £40,153 during the year, a further £39,654 was paid out to trustees for expenses incurred.

12. Tangible fixed assets

	Equipment £	Total £
Cost		
At 2 January 2021	–	–
Additions	15,404	**15,404**
At 1 January 2022	15,404	**15,404**
Depreciation		
At 2 January 2021	–	–
Charge for the year	2,310	**2,310**
At 1 January 2022	2,310	**2,310**
Carrying amount		
At 1 January 2022	13,094	**13,094**
At 1 January 2021	–	–

13. Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	**6,358**	–

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

	2022 £	2021 £
Bank loans and overdrafts	–	(3,362)

15. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £2,717 (2021: £4,383).

16. Analysis of charitable funds

Unrestricted funds

	At 2 January 2021 £	Income £	Expenditure £	**At 1 January 2022 £**
General funds	9,133	155,161	(146,961)	**17,333**

	At 2 January 2020 £	Income £	Expenditure £	At 1 January 2021 £
General funds	9,502	164,316	(164,685)	9,133