

SEA SANCTUARY
(A COMPANY LIMITED BY GUARANTEE)
AUDITED FINANCIAL STATEMENTS
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

SEA SANCTUARY
(A COMPANY LIMITED BY GUARANTEE)

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SEA SANCTUARY
(A COMPANY LIMITED BY GUARANTEE)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 30 NOVEMBER 2021

Trustees	A M Rouncefield J M Storer (appointed 29 March 2021) Dr J J Herrod (appointed 1 December 2020) M A B Gorman S Visram
Company registered number	10671707
Charity registered number	1172246
Registered office	Waterside Court Falmouth Road Penryn Cornwall TR10 8AW
Chief executive officer	J Sabien
Independent auditors	Bishop Fleming LLP Chartered Accountants Chy Nyverow Newham Road Truro Cornwall TR1 2DP

SEA SANCTUARY
(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 NOVEMBER 2021

TRUSTEES REPORT

The Trustees, who are Directors for the purposes of company law, present the annual report together with the financial statements of the charitable Company for the year to 30 November 2021.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Sea Sanctuary is a unique mental health service based in Falmouth, South West England and was registered as a Charity (1117038) in October 2005. Due to a substantial investment from HM Treasury, it was necessary to fully incorporate the Charity on 24 March 2017. Subsequently, a new Charity number was provided by the Charity Commission (1172246).

This Charity is governed by memorandum and articles of association dated 15 March 2017.

The Charity is run on a day-to-day basis by the CEO and founder Joseph Sabien, assisted by his senior management team. Trustees meet formally on at least a quarterly basis, but further regular meetings take place between some of the Trustees and the CEO and senior management team to discuss issues as they arise.

New Trustees are appointed by the existing Trustees based on the needs of the Charity.

OBJECTIVES AND ACTIVITIES (AN OVERVIEW)

The Charitable Objects set out in the governing documents, i.e. the memorandum and articles, are “to assist in the treatment and care of persons suffering from mental or physical illness of any description or in need of rehabilitation as a result of such illness, by the provision of facilities for work and recreation; and to advance the education of the public in the subject of mental well-being.”

Sea Sanctuary specialises in supporting children, young people and adults who present with complex emotional needs, by striving to provide the best mental health treatment in the county; and pioneering the ‘Blue Health’ movement. It does this through operating the following main activities, details of which are contained later in this report:

- Dutch Barge (The ARC) – OFSTED registered children’s home (discontinued in February 2022);
- Dutch Barge (The ARC) – Trauma and Therapy centre (formally launched July 2022);
- Sailing activities - on the yacht Winter, and since April 2022 on the tall ship Irene;
- One to one therapy;
- Golf-999 project – suicide prevention in conjunction with Devon and Cornwall Police;
- Employee Assistance Programmes (“EAP”).

We have referred to the guidance from the Charity Commission on public benefit when reviewing and planning our activities and our Trustees consider how our planned activities and our direction contribute to the aims and objectives they have set.

OUR ACTIVITIES

World-leaders in “blue health”, i.e., using the sea, Sea Sanctuary pioneers and leads the way in mental health care using innovative approaches through “blue therapy”.

The Charity helps some of the most marginalised and underrepresented people in society, who are difficult to engage/treatment resistant and affected by mental health issues, by excelling in Cornwall and informing best practice nationally.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2021

The organisation is multi-award winning and internationally recognised, improving mental health through effective, impactful and life-changing interventions – achieving positive health outcomes and preventing premature death as a result of suicide.

Sea Sanctuary's quality of provision within the county, methodology and commitment to helping people has been formally recognised over the years through numerous formal awards – both locally and nationally. This includes Google/Sainsburys' Award for Innovation; Regional and National Award (Innovation) College of Policing; Glaxo Smith Kline/King's Fund runners up. The Charity has secured 4 awards in the last 2 years, the most recent being from the Chief Constable of D&C Police and relates to innovation for G999 and the many lives saved from suicide.

The impact has been captured on film, BBC programmes (BBC Inside Out) and in the national press, highlighting Sea Sanctuary's innovative approach and passion for improving mental health services.

Sea Sanctuary is considered experts in the field of mental health recovery and crisis intervention, working in partnership with Devon & Cornwall Police and the Royal Cornwall Hospital for 7 years, as well as approved providers for Cornwall & Devon County Council.

Sea Sanctuary's work is:

- Preventative - preventing people dying as the result of suicide.
- Ongoing - improving lives through impactful & life-changing interventions.

The Charity supports people experiencing mental health issues affecting their day-to-day lives and/or ability to reach their full potential, through to those in acute mental health crisis i.e., attempted suicide/deliberate-self injury/addiction issues. Often disenfranchised, they are disordered in their thinking and present with a raft of often difficult to manage symptoms.

'Hard to reach' and often 'off the radar', the beneficiaries are some of the most underrepresented people in society, affected and often debilitated by poor mental health. Many have no other support and, without Sea Sanctuary's help, are likely to utilise maladjusted coping strategies – alcohol, drug addiction, self-injury - which can ultimately lead to suicidal ideation and sadly, suicide.

Cornwall has one of the highest levels of self-harm and suicide rates in the country. Demand for mental health services far outstrips capacity, and it is the Charity's belief that the current statutory system is failing.

Sea Sanctuary was set-up to provide a different approach to that of the usual NHS offering and to help the overstretched mental health services within Cornwall, particularly during unsociable hours. During the year, the Charity employed some 35 people, including a highly skilled clinical team – led by a consultant in psychiatry. Based on the number of staff and range of projects, Sea Sanctuary is now one of the largest non-statutory mental health agencies in Cornwall.

With a reputation of succeeding where others have failed, the team provides early intervention and meaningful support, improving lives through impactful and co-produced (Sea Sanctuary & the person requiring help) support plans.

Sea Sanctuary's psycho-educational approach to support and treatment is innovative. Evidence-based interventions (talking therapies/groups) are combined with the use of the natural environment (generally the local waters/sea) - helping thousands of acutely unwell and vulnerable adults and children to improved and sustained positive mental health.

Sea Sanctuary takes therapy out of sterile environments and onto the water – a recipe that has helped improve mental and emotional wellbeing and has resulted in several prestigious national awards and significant media interest.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2021

Sea Sanctuary prides itself on delivering truly innovative and life-changing interventions. All of services, in their way, represent a change, or break, from traditional and conventional approaches to how mental ill health and low emotional threshold are supported and managed.

Sea Sanctuary's research shows that most of the people the Charity has supported in crisis have a history of trauma and multiple traumas (92%), and of those only 16% have received any support for the trauma itself, with limited success. Based on the Charity's experience, Sea Sanctuary is the only provision willing and able to respond to people in acute mental health crisis and that can provide crisis assessment, support, and aftercare.

It is the Charity's considered view that time-limited interventions frequently fail, as they do not address the core issues; people are often disconnected as a result of trauma, people have low-grade protective factors (or none at all), people are without purpose or meaning, people are shoe-horned into unsuitable treatments and are not allowed to 'tell their story'.

It is the Police who routinely respond to incidents of mental ill health in Cornwall, particularly out-of-hours, and Sea Sanctuary's team are alongside them, wherever possible. Sea Sanctuary's G999 project has been described as the "mental health emergency service" by Police personnel and by the people helped.

This is the current formula, and this must change. Sea Sanctuary's innovative approach to and provision for mental health care in the county is absent and desperately needed.

OUR ACTIVITIES IN DETAIL

Dutch Barge (The ARC) – OFSTED Registered Children's Home

During the year to November 2021, the Charity continued to run an OFSTED registered children's home on our Dutch Barge, known as the ARC. Because of the well-publicised difficulties recruiting suitably qualified care staff in Cornwall, the Trustees took the difficult decision in October 2021 to cease this activity, and the home was closed in February 2022. However, the home continued to be the major source of income for the Charity in 2021, and for the period prior to its closure.

Dutch Barge (The ARC) – Trauma and Therapy Centre

Following the decision to stop using the ARC as a children's home, the decision was made to re-purposed the boat as a Trauma and Therapy Centre, and it was formally launched as such in July 2022 with the assistance of a number of grants to fund the repairs and enhancements required to the boat and the quayside it is moored on.

Expanding upon our current services, we are developing this new and innovate floating wellbeing service, to ensure people are accurately assessed and treated for underlying trauma, where many of the issues ultimately exist. Cohesive and holistic, we will address the root cause of an individual's mental ill health, delivering impactful and life-changing interventions, enabling people to 'Actualise, Reintegrate and Change' (the 'ARC').

Helping individuals manage and better understand their emotional needs, the service will allow people time to recover, and offer emotional support tailored to their specific mental health needs. It will help prevent needless deaths through suicide and address ongoing poor mental health.

Aligned with our USP of utilising the sea and "blue health", the floating facility will be the only service of its kind in the South West/ UK/ World Successfully creating and delivering life-changing mental health interventions on board a boat and quayside, the development of this well-being service is our Charity's next inevitable step.

Many clients, upon commencing their wellbeing journey with Sea Sanctuary, are not ready to embark on intense programmes straight away. They may find it difficult to express themselves with words or do not feel ready to explore their pasts with individual therapy. Our art group is a wonderful way for our clients to

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2021

reconnect with people and build their confidence. Led by local Falmouth artist and illustrator Eve Bourrat, our art classes are small, friendly, relaxed and suitable for all abilities. Creating art lowers stress levels, and a recent review shows that all our clients feeling calmer after an art session. Art requires focus and is an ideal way of encouraging creativity - allowing self-expression without having to use words. The sessions enable our clients to focus on something positive and is an activity that can be continued in their own time. The accomplishment achieved from creating art installs a sense of pride and boosts self-esteem. These groups now take place on the relaunched ARC.

Sailing Activities

During the year to November 2021, our sailing activities mainly revolved round Sail Into Life ("SiL"), our award-winning residential sailing and person-centred therapeutic programme, using our yacht Winter. Sea Sanctuary is the only sailing Charity in the UK that specialises in a mental/ emotional health programme combined with a residential sailing experience. Achieving outstanding results, our SiL programme has featured on local, national and global TV, featured in several magazines/publications and is the recipient of several awards.

In early 2022, we were kindly offered the use of a traditional tall ship (Irene), for an initial 5 year period, free of charge. Our yacht Winter was therefore sold, and in April 2022 we took delivery of Irene and launched a much more comprehensive sailing programme. Irene of Bridgwater is over 100 years old, and is a 120 foot long twin masted gaffer. From this we continue to deliver Sail into Life, but have also added various half day, day and week sails, some with therapists on board, and some purely using the boat for a sailing experience, executive retreats or holiday. At all times, we are emphasising the benefits of Blue Health.

The 4-day residential SiL programmes operating from May-October focus on anxiety and depression and how to improve mental wellbeing. This programme is open to individuals who have the belief in themselves to make positive changes in their mental health and wellbeing. Feedback has shown that some client sailors appreciated the time on board to reflect their moods, challenge unwanted behaviours and establish healthy ways to cope. Meanwhile, others found that being in a safe environment - but out of their comfort zone - enabled them to not have to focus on their emotions, and instead gave them the time and space to clear their mind of racing thoughts and be completely in the moment. All those who have sailed with us, agreed that the Sail Into Life programme improved confidence and self-esteem and instilled the hope and self-belief that they could tackle and change the psychological or emotional issues that have been holding them back.

One-to-One Therapy

Previously carried out in our office, our one-to-one therapy sessions can now take place on the ARC or our newly developed wooden cabins (pods) on the quayside. Our team of experienced and qualified therapists use evidence-based, fully accredited talking therapies and counselling techniques to build resilience, gain empowerment and overcome mental obstacles.

G999

Our Golf-999 project is the first of its kind in the country and run in partnership with Devon & Cornwall Police. Police officers and Sea Sanctuary's mental health clinicians respond to people in acute crisis (i.e. attempted suicide, deliberate-self injury addiction issues). On average, the G999 team will respond to two incidents each night and will case manage until such time as a successful outcome has been achieved.

G999 has been responsible for preventing many deaths and has won both a regional and national award in recognition of its effectiveness and professionalism in the community. Our G999 project was featured on the BBC 'Inside Out' documentary and has been met with widespread praise from members of the public, the broader police service and medical personnel who have referred to it as "the emergency mental health service".

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2021

EAP

We are seeing a growth in our Employee Assistance Programmes (EAP) activity, supporting the mental health/wellbeing of several hundred employees. This is a particular area of growth for us. We are supporting both statutory and non-statutory organisations, including the Devon & Cornwall police.

GRANTS AND OTHER INCOME

A key focus of the Charity is to secure grants to help meet our costs. During the financial year ending November 2021, a number of funding applications were developed and submitted – with some achieving results/responses after the close of our financial year. The following grants totalling £62,000 were awarded during the year 1st December 2020 to 30th November 2021 and is included in the income for the year.

FUNDER	RESTRICTIONS	AMOUNT (£)
Cornwall Community Foundation - Viscountess Boyd Fund	SiL Running Costs	5,000
Cornwall Community Foundation – Emergency Fund	G999 Running Costs	5,000
Toyota Parasport Fund / Sports England - Return to Play	SiL equipment	10,000
RYA Foundation / Sports England	SiL Running Costs	10,000
Cornwall Council Additional Local Restrictions Support Grant	Core costs	10,000
Tudor Trust	Running costs	2,000
Invictus Trust	G999 Running Costs	20,000

In addition to these grants awarded and received, Sea Sanctuary also received a pledge of £25,000 from the Clothworkers Foundation in November 2021 towards the purchase of a new RIB (payable when the balance is raised/secured).

Since the end of the financial year 30th November 2021, the National Lottery Community Fund awarded the Charity £487,979, from their Reaching Communities pot to be paid over 3 years to assist with the setting up of the Trauma and Therapy Centre on the ARC. The first payment of £100,000 was received in April 2022.

In addition to these grants, bursary income in the year to 30th November 2021 amounted to £87,000, of which £65,000 was provided by the Sophie Clark Foundation. The majority of this bursary was utilised in the year to 30th November 2022.

ACHIEVEMENTS AND PERFORMANCE

Sea Sanctuary changes and saves the lives of some of the most underrepresented people in society, affected and often debilitated by poor mental health. Through individual therapy and various outreach/community projects, the Charity improves health outcomes and prevents the death of young people and adults.

Based on feedback and testimonies from beneficiaries, Sea Sanctuary provides effective, impactful and life-changing interventions. People “stuck” with maladjusted coping strategies have discovered new and positive methods for moving forwards in their lives.

Without Sea Sanctuary, some individuals already treated, based on their psychiatric history, would in all likelihood have died through suicide or misadventure. Personal testimonies from clients describes the Charity’s work as “life-saving”, attributing their continued existence to Sea Sanctuary’s unique method of support.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2021

Sea Sanctuary's work has provided the opportunity for beneficiaries to:

- make positive choices in their lives and experience well-being;
- learn coping strategies;
- learn both Cognitive Behavioural Therapy and Mindfulness;
- be involved in group intervention/support;
- develop an interest in sailing and/or physical exercise;
- be less socially isolated;
- develop peer support groups;
- increase their awareness of their own mental health;
- develop confidence and self-esteem.

People "stuck" with certain maladjusted coping strategies have discovered new and positive methods for moving forwards.

Sea Sanctuary is able to assess its achievements through extensive evaluation. The Charity captures data throughout the life of projects, including feedback from beneficiaries. Information is fed to Board level, where a former beneficiary sits on our Board as Chair. Routine assessment includes:

- seeking beneficiaries comments ahead of project development and launch;
- carrying out data capture throughout the life of the projects and services;
- involving beneficiaries within project delivery;
- using beneficiary 'steering groups' to help influence new approaches and innovation;
- appointing former beneficiaries to oversee our quality assurance process;
- seeking feedback pre-project and post intervention (i.e. one month, six months and one year);
- making appropriate modifications to our programme content and delivery based on feedback.

The Charity uses NICE recommended psychological modalities such as EMDR and TF-CBT, as they are useful for part of the support process. Internal evaluation and validated evaluation tools are also incorporated to measure against key performance indicators including:

- GAD-7 scales which measures general anxiety levels;
- PHQ-9 - which measures severity of depression/risk;
- Warwick-Edinburgh Wellbeing Scale, a measure of mental wellbeing that takes account of both how people feel and how they function in daily life and;
- Providing the opportunity for narrative feedback/evaluation.

Relevant lived experience is at the heart of the organisation, enabling learning and the evolution of services. It also ensures Sea Sanctuary has the expertise, experience and passion to challenge the current statutory system and inform/ redefine Best Practice.

Each year, on average, the Charity historically supported between 350-450 acutely unwell people. Over the past year (the time period would have been affected by COVID-19) numbers and waiting lists have increased. The Charity anticipates seeing in the region of 400-500 in the coming year.

Sea Sanctuary stresses that its care is focused on the impact on and quality of care for each and every beneficiary, rather than high numbers of individual beneficiaries. Each person will have complex needs which will require significant investment in terms of time and therapeutic activity. These are the people, who left unattended, will be repeatedly present in crisis and be at risk of suicide.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2021

Over its years of operation, the Charity has noticed an alarming theme of undiagnosed and therefore untreated trauma. 75% of the people we have supported report a history of trauma and of those, 83% have not received any form of specific treatment for the incidents or multiple incidents of trauma. Our 'G999' police project provides more worrying statistics - over 90% of people supported whilst in crisis report a history of trauma, with only a small percentage (18%) having received trauma related therapy.

Sea Sanctuary provides a different approach to the usual NHS offering and strives to help the overstretched mental health services within Cornwall, particularly during unsociable hours. 90% of the people helped have no other support mechanism in place.

DESCRIPTION OF RISKS AND UNCERTAINTIES FACED BY THE CHARITY

Sea Sanctuary routinely carries out both SWOT/ PEST analysis (alongside a register of risk) to provide a broad scope of both threats and opportunities to the organisation.

As a mental health service, we have experienced both service growth and demand on our services and this is evidently set to continue given the current climate.

The main risk and uncertainty faced by the Charity relates to the setting up of the two new activities - sailing activities on Irene and the Trauma and Therapy Centre on the ARC. Income from these two operations is unlikely to be sufficient to cover all costs, and therefore securing of further grant income is essential. A great start has been made with the award of the National Lottery grant (see earlier in the report), but further approaches to trust and grant making organisations will continue to be a major focus of our fundraising work.

Employee Assistance Programmes (EAP) continue to be a source of further growth.

PRINCIPAL FUNDING SOURCES

Like many organisations, our income streams fluctuate from time-to-time. However, several streams provide a sustained and increasing level of income to the Charity.

Our principal sources are as follows:

- Income from the ARC;
- Income from sailing activities, especially moving into 2022 and beyond;
- Local Authorities;
- Fundraising initiatives;
- Grants;
- Benefactors.

PLANS FOR FUTURE PERIODS

As a Charity, we believe in investing in our services, always seeking to improve them each year.

The Charity is both innovative and extremely driven to provide the best possible care and outcomes and as a result, we have achieved excellent results for both our beneficiaries and for the people and organisations who have invested in our services.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2021

Our plans going forward have been set out earlier in this report and include:

- Sailing activities on Irene;
- Trauma and Therapy Centre on the ARC;
- The further development of our EAP (now operational).

HOW DECISIONS ARE MADE – BY TRUSTEES AND STAFF

Decisions within the Charity (day-to-day) are managed by the senior management team with regular input from the Board of Trustees.

The strategic decision making is driven by the CEO and Board of Trustees who are allocated a specific area of work and/or expertise.

A regular skills-audit is carried out across the organisation which highlights a 'best fit' approach to the allocation of duties alongside taking into consideration the wishes and aspirations of specific Board members.

GOING CONCERN STATEMENT

The closure of the ARC as a children's home has had an adverse impact on the Charity, and it is now undergoing a significant change to its service delivery, concentrating on:

1. The new Trauma and Therapy centre on the refurbished ARC
2. Sailing activities on Irene
3. Building up income from Employee Assistance Programmes (EAP)

In order to cover the income shortfall during this period of change, the Trustees are regularly reviewing short, medium and long term cash forecasts, and are specifically looking at two potential sources of funds:

1. Additional grants – we await the results of a number of grant applications, and are about to submit a large application in relation to the costs of running Irene
2. Medium or long term bank finance

The absolute fall-back position for the Charity would be a sale of its main asset, the ARC, but this would only be considered if no other options were available.

The ever-changing circumstances make it difficult to predict the long-term impact, but at the current time we are confident in our ability to continue delivery in a safe and secure way. Because of this we believe the financial impact will be limited and does not pose any significant additional threat to the organisation's viability. The Trustees' are therefore of the view that the Charity is a going concern.

FINANCIAL REVIEW

As noted earlier in this report, we had difficulty recruiting suitably qualified staff for the ARC children's home. The consequence of this was that our occupancy level fell short of what was required to make an overall surplus. We are therefore reporting a loss for the year of £156,668 (2020: loss of £94,918).

Turnover in 2021 exceeded the £1million threshold and therefore the 2021 financial statements have been audited for the first time. The Trustees took this opportunity to put the audit work out to tender, and as a result of the tender process, Bishop Fleming LLP, were appointed, to replace the previous Independent Examiners Francis Clarke LLP.

On 30 November 2021 reserves totalled £840,395 consisting of £21,834 in restricted grant funds and £818,561 in unrestricted funds. Of this, £874,864 is invested in fixed assets with the remaining unrestricted funds being unrestricted operating funds.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2021

On 24 January 2018 the wholly owned trading subsidiary Company, Sea Sanctuary Services Limited, was incorporated. Following a loan to the subsidiary Company by the Charity, the subsidiary purchased the vessel on which the ARC is based. During the year to 30th November 2021, the subsidiary Company maintained the vessel and leased it to the Charity. Since the year end, the Trustees have decided to transfer the vessel from the subsidiary to the Charity at book value, and it has taken place in late July 2022. Accordingly, the financial statements of the subsidiary Company, Sea Sanctuary Services Limited, have been prepared on a basis other than that of a going concern.

POLICY ON RESERVES

The Operating Reserve Fund is defined as a designated amount set aside by action of the Board of Trustees and Chief Executive Officer. The minimum amount to be designated as Operating Reserve will be established as an amount sufficient to maintain ongoing operations and programmes for a set period of time, measured in months. The Operating Reserve serves a dynamic role and will be reviewed and adjusted in response to internal and external changes.

Whilst the Charity has significant unrestricted reserves, the main constituent of these on a consolidated basis is the Dutch Barge known as the ARC. This is treated in the financial statements as a fixed asset, and as such would normally be excluded from the Operating Reserve Fund. As a result of this, the Trustees have decided to adopt a policy of one month's unrestricted and free reserves held in the accounts at all times (£80,000), to enable the time needed to liquidate this asset if deemed necessary. Alongside this, the Charity will regularly monitor and assess forecasted budget and expenditure to ensure that cash inflows over the coming 12 months are sufficient to cover known expenditure together with a contingency for unforeseen expenditure. Over the next 18-24 months the Charity will also build upon the one month's unrestricted and free reserves, to build them to the equivalent of six months running costs, and at that point revisit and revise its policy to a "six months reserves" policy.

REMUNERATION

Financial and non-financial benefits of all employment packages are set by the CEO and the Trustees based on mid-point market values. Salaries are subject to an annual review.

TRUSTEES AND TRAINING

Trustees are appointed based on their experience and the skills they have to offer. Where gaps are identified in the Board, Trustees will be sought to meet those specific skill set needs. Trustees are formally inducted by the CEO and current Board.

OUR THANKS

Finally, we would like to offer our sincere thanks to the following people:

- Each person who has used our service over the course of the year;
- The Trustees of Sea Sanctuary (both past and current);
- The utterly committed staff team at Sea Sanctuary for their dedication and professionalism;
- Our supporters and fundraisers;
- Our sponsors and funders;
- Our benefactors.

**SEA SANCTUARY
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2021**

Lastly, should anyone be considering working with Sea Sanctuary or providing financial assistance (in any form), they should feel confident that they will be contributing to or working towards helping both children and adults; and, in most cases, they will be supporting people who without our help, will undoubtedly find the road to wellbeing difficult and in some cases, impossible.

If we can help in any way, or provide any further information, please contact us at;

Sea Sanctuary, Waterside Court, Penryn, Cornwall, TR10 8AW

admin@seasanctuary.org.uk

01326 378919

Approved by order of the members of the Board of Trustees and signed on their behalf:



.....
Mrs M A B Gorman
Trustee
Date: 16 August 2022

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 NOVEMBER 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also the directors of the Charity for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and the Charity and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Group and the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the Board of Trustees and signed on their behalf:



Mrs M A B Gorman
Trustee
Date: 16 August 2022

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SEA SANCTUARY

OPINION

We have audited the financial statements of Sea Sanctuary (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 30 November 2021 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 30 November 2021 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

CONCLUSIONS RELATING TO GOING CONCERN

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

OTHER INFORMATION

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SEA SANCTUARY (CONTINUED)

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- the parent charitable company has not kept sufficient accounting records; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

We have been appointed as auditor under section 151 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and noncompliance with laws and regulations, we considered the following:
- the nature of the charity sector, control environment and charity performance;
- results of our enquiries of management and the Trustee board about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or noncompliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SEA SANCTUARY (CONTINUED)

financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger and payroll, and identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. We also obtained an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, The Charities Act and tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity's ability to operate or to avoid a material penalty. These included data protection regulations, occupational health and safety regulations and employment legislation.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue;
- enquiring of Trustees and management and those charged with governance concerning actual and potential litigation and claims;
- performing procedures to confirm material compliance with the requirements of the laws and regulations that the Charity are subject to;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing internal control reports; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

OTHER MATTERS

The financial statements of the Charity for the year ended 30 November 2020 were not audited.

**SEA SANCTUARY
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SEA SANCTUARY (CONTINUED)

USE OF OUR REPORT

This report is made solely to the charitable company's members, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Alison Oliver FCA (Senior statutory auditor)

Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
Chy Nyverow
Newham Road
Truro
Cornwall
TR1 2DP

Date: 19th August 2022

Bishop Fleming LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

SEA SANCTUARY
(A COMPANY LIMITED BY GUARANTEE)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND
EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 NOVEMBER 2021**

		Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds As restated 2020 £
	Note				
INCOME FROM:					
Donations and legacies	3	106,309	64,939	171,248	150,353
Charitable activities	4	851,987	-	851,987	691,461
TOTAL INCOME		958,296	64,939	1,023,235	841,814
EXPENDITURE ON:					
Raising funds		71,702	-	71,702	61,121
Charitable activities	5	1,043,176	65,025	1,108,201	875,610
TOTAL EXPENDITURE		1,114,878	65,025	1,179,903	936,731
Net gains on investments		-	-	-	-
NET MOVEMENT IN FUNDS		(156,582)	(86)	(156,668)	(94,917)
RECONCILIATION OF FUNDS:					
Total funds brought forward	15	975,143	21,920	997,063	1,091,980
Net movement in funds	15	(156,582)	(86)	(156,668)	(94,917)
TOTAL FUNDS CARRIED FORWARD		818,561	21,834	840,395	997,063

SEA SANCTUARY
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:10671707

CONSOLIDATED BALANCE SHEET
AS AT 30 NOVEMBER 2021

	Note	2021 £	As restated 2020 £
FIXED ASSETS			
Tangible assets	9	874,864	949,756
		874,864	949,756
CURRENT ASSETS			
Debtors	11	73,626	54,399
Cash at bank and in hand	19	178,035	218,594
		251,661	272,993
Creditors: amounts falling due within one year	12	(180,700)	(87,802)
NET CURRENT ASSETS		70,961	185,191
TOTAL ASSETS LESS CURRENT LIABILITIES		945,825	1,134,947
Creditors: amounts falling due after more than one year	13	(105,430)	(137,884)
TOTAL NET ASSETS		840,395	997,063
CHARITY FUNDS			
Restricted funds	15	21,834	21,920
Unrestricted funds	15	818,561	975,143
TOTAL FUNDS		840,395	997,063

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Mrs M A B Gorman
Trustee
Date: 16 August 2022

The notes on pages 21 to 37 form part of these financial statements.

SEA SANCTUARY
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:10671707

CHARITY STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 30 NOVEMBER 2021

	Note	2021 £	As restated 2020 £
FIXED ASSETS			
Tangible assets	9	226,845	249,547
Investments	10	1	1
		<u>226,846</u>	<u>249,548</u>
CURRENT ASSETS			
Debtors	11	875,114	837,093
Cash at bank and in hand	19	84,870	83,594
		<u>959,984</u>	<u>920,687</u>
Creditors: amounts falling due within one year	12	(341,894)	(140,152)
		<u>618,090</u>	<u>780,535</u>
NET CURRENT ASSETS			
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>844,936</u>	<u>1,030,083</u>
Creditors: amounts falling due after more than one year	13	(8,680)	(14,134)
TOTAL NET ASSETS		<u><u>836,256</u></u>	<u><u>1,015,949</u></u>
CHARITY FUNDS			
Restricted funds	15	21,834	21,920
Unrestricted funds	15	814,422	994,029
TOTAL FUNDS		<u><u>836,256</u></u>	<u><u>1,015,949</u></u>

The Charity's net movement in funds for the year was £(179,693) (2020 - £(116,221)).

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Mrs M A B Gorman
Trustee
Date: 16 August 2022

The notes on pages 21 to 37 form part of these financial statements.

SEA SANCTUARY
(A COMPANY LIMITED BY GUARANTEE)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 NOVEMBER 2021

	2021	2020
	£	£
CASH FLOWS FROM OPERATING ACTIVITIES		
Net cash (provided by)/ used in operating activities	(43,769)	138,339
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of tangible fixed assets	(14,985)	(144,223)
Disposal proceeds	18,195	134,747
NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES	3,210	(9,476)
CHANGE IN CASH AND CASH EQUIVALENTS IN THE YEAR	(40,559)	128,863
Cash and cash equivalents at the beginning of the year	218,594	89,731
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	178,035	218,594

The notes on pages 21 to 37 form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

1. GENERAL INFORMATION

Sea Sanctuary is a Charity incorporated as a private Company limited by guarantee and does not have share capital. In the event of the Company being wound up each member is liable to contribute a sum not exceeding £10 towards the debts and liabilities of the Company and the costs, charges and expenses of winding up. The Company is incorporated in England and Wales. The registered number and office is as stated on page 1.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Sea Sanctuary meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of Financial Activities in these financial statements.

The financial statements are presented in pounds sterling which is the functional currency of both entities and is rounded to the nearest £.

2.2 GOING CONCERN

The Trustees have assessed the Statement of Financial Position and likely future cash flows at the date of approving these financial statements. The Trustees have a reasonable expectation that the Charity have adequate resources to continue in operational existence and to meet its financial obligations as they fall due for at least 12 months from the date of signing of these financial statements. Accordingly, the Trustees are of the opinion that the going concern basis is appropriate.

2.3 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.

Grants are included in the Consolidated Statement of Financial Activities on an entitlement basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

2. ACCOUNTING POLICIES (continued)

2.4 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.

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 GOVERNMENT GRANTS

Government grants of a revenue nature are credited to the Statement of financial activities as the related expenditure is incurred.

2.6 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, on both the straight line basis and reducing balance basis.

Depreciation is provided on the following bases:

ARC development	- Over 15 years straight line
Boats and vessels	- Over 15 years straight line
Motor vehicles	- 25% reducing balance basis
Office equipment	- 20% reducing balance basis
Boat equipment	- 15% reducing balance basis

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

2. ACCOUNTING POLICIES (continued)

2.7 INVESTMENTS

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

2.8 DEBTORS

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.9 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.

2.10 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 in the Consolidated Statement of Financial Activities as a finance cost.

2.11 FINANCE LEASES AND HIRE PURCHASE

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the Group. Obligations under such agreements are included in creditors, net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Consolidated Statement of Financial Activities so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

2.12 PENSIONS

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

2. ACCOUNTING POLICIES (continued)

2.13 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 Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group 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.

3. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Donations	16,800	-	16,800
Grants	86,665	62,000	148,665
Government grants	2,844	2,939	5,783
	<u>106,309</u>	<u>64,939</u>	<u>171,248</u>

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Donations	29,154	-	29,154
Grants	5,090	100,122	105,212
Government grants	15,987	-	15,987
	<u>50,231</u>	<u>100,122</u>	<u>150,353</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted funds 2021 £	Total funds 2021 £	As restated Total funds 2020 £
Care service	851,987	851,987	691,461

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

5. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Activities undertaken directly 2021 £	Support costs 2021 £	Total funds 2021 £
Provision of care service	717,530	390,671	1,108,201

	Activities undertaken directly 2020 £	Support costs 2020 £	Total funds 2020 £
Provision of care service	577,314	298,296	875,610

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

5. ANALYSIS OF EXPENDITURE BY ACTIVITIES (CONTINUED)

ANALYSIS OF SUPPORT COSTS

	Total funds 2021 £	Total funds 2020 £
Staff costs	217,787	179,327
Staff Training	15,224	12,312
Other staff costs	3,713	3,855
Rent	12,124	11,072
Light, power and heating	2,102	1,843
Insurance	22,382	14,809
IT software and consumables	20,120	11,190
Legal and professional fees	6,324	3,447
Other office expenses	4,547	3,791
Telephone and internet	5,466	4,325
Equipment hire	9,343	1,114
Repairs and maintenance	2,964	6,839
Subscriptions and donations	4,401	1,918
Advertising and marketing	9,284	7,266
Accountancy and bookkeeping	18,518	17,597
Printage, postage and stationery	2,228	2,266
Motor and travel expenses	13,465	11,067
Interest payable	244	1,072
Profit on disposal of tangible fixed assets	4,621	-
Sundry expenses	7,414	3,186
Governance costs	8,400	-
	390,671	298,296

6. AUDITORS' REMUNERATION

	2021 £	2020 £
Fees payable to the Charity's auditor for the audit of the Charity's annual accounts	10,080	-
Fees payable to the Charity's auditor in respect of:		
All taxation services not included above	500	-
Fees payable to the Charity's Independent Examiner	-	4,950
All non-audit services not included above	1,120	-

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

7. STAFF COSTS

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Wages and salaries	677,923	566,992	677,923	566,992
Social security costs	52,642	44,334	52,642	44,334
Other pension costs	12,575	12,129	12,575	12,129
	743,140	623,455	743,140	623,455

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

	Group 2021 No.	Group 2020 No.	Charity 2021 No.	Charity 2020 No.
Employees	35	29	35	29

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2021 No.	Group 2020 No.
In the band £60,001 - £70,000	1	1

The Charity considered it's key management personnel in the year to comprise the Trustees and the chief executive officer as disclosed on page 1.

The total employment benefits including employer pension contributions of the key management personnel were £84,453 (2020: £60,520).

8. TRUSTEES' REMUNERATION AND EXPENSES

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 30 November 2021, no Trustee expenses have been incurred (2020 - £NIL).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

9. TANGIBLE FIXED ASSETS

GROUP

	ARC development £	Motor vehicles £	Boats and vessels £	Office equipment £	Boat equipment £	Total £
COST						
At 1 December 2020	100,024	41,644	120,513	26,834	782,843	1,071,858
Additions	-	1,000	7,058	6,927	-	14,985
Disposals	-	(16,495)	(1,700)	-	-	(18,195)
At 30 November 2021	100,024	26,149	125,871	33,761	782,843	1,068,648
DEPRECIATION						
At 1 December 2020 (as previously stated)	13,336	11,706	5,742	8,684	30,444	69,912
Prior Year Adjustment	-	-	-	-	52,190	52,190
At 1 December 2020 (as restated)	13,336	11,706	5,742	8,684	82,634	122,102
Charge for the year	6,667	3,861	8,635	4,071	52,190	75,424
On disposals	-	(3,593)	(149)	-	-	(3,742)
At 30 November 2021	20,003	11,974	14,228	12,755	134,824	193,784
NET BOOK VALUE						
At 30 November 2021	80,021	14,175	111,643	21,006	648,019	874,864
At 30 November 2020 (as restated)	86,688	29,938	114,771	18,150	700,209	949,756

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

9. TANGIBLE FIXED ASSETS (CONTINUED)

CHARITY

	Freehold property £	Motor vehicles £	Office equipment £	Computer equipment £	Total £
COST					
At 1 December 2020	100,024	41,644	120,513	26,834	289,015
Additions	-	1,000	7,058	6,927	14,985
Disposals	-	(16,495)	(1,700)	-	(18,195)
At 30 November 2021	100,024	26,149	125,871	33,761	285,805
DEPRECIATION					
At 1 December 2020	13,336	11,706	5,742	8,684	39,468
Charge for the year	6,667	3,861	8,635	4,071	23,234
On disposals	-	(3,593)	(149)	-	(3,742)
At 30 November 2021	20,003	11,974	14,228	12,755	58,960
NET BOOK VALUE					
At 30 November 2021	80,021	14,175	111,643	21,006	226,845
At 30 November 2020	86,688	29,938	114,771	18,150	249,547

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

10. FIXED ASSET INVESTMENTS

	Investments in subsidiary companies £
CHARITY	
COST OR VALUATION	
At 1 December 2020	1
AT 30 NOVEMBER 2021	1
NET BOOK VALUE	
AT 30 NOVEMBER 2021	1
AT 30 NOVEMBER 2020	1

PRINCIPAL SUBSIDIARIES

The following was a subsidiary undertaking of the Charity and included in the consolidation:

Name	Company number	Registered office or principal place of business	Principal activity	Holding
Sea Sanctuary Services Limited	11167114	Waterside Court, Falmouth Road, Penryn, Cornwall, England, TR10 8AW	Other transportation support activities	100%

The financial results of the subsidiary for the year were:

Name	Income £	Expenditure £	Profit/(Loss) / Surplus/ (Deficit) for the year £	Net assets £
Sea Sanctuary Services Limited	102,000	(78,975)	23,025	4,141

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

11. DEBTORS

	Group 2021 £	Group As restated 2020 £	Charity 2021 £	Charity As restated 2020 £
DUE WITHIN ONE YEAR				
Trade debtors	14,104	800	14,104	800
Amounts owed by group undertakings	-	-	801,755	783,505
Other debtors	3,368	1,046	3,101	235
Prepayments and accrued income	56,154	52,553	56,154	52,553
	73,626	54,399	875,114	837,093

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Bank loans	27,000	11,250	-	-
Trade creditors	17,379	13,606	17,379	13,606
Amounts owed to group undertakings	-	-	189,594	65,000
Other taxation and social security	20,594	40,915	20,594	40,915
Obligations under finance lease and hire purchase contracts	4,240	4,240	4,240	4,240
Other creditors	101,294	2,503	101,294	2,503
Accruals and deferred income	10,193	15,288	8,793	13,888
	180,700	87,802	341,894	140,152

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Bank loans	96,750	123,750	-	-
Net obligations under finance lease and hire purchase contracts	8,680	14,134	8,680	14,134
	105,430	137,884	8,680	14,134

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

14. PRIOR YEAR ADJUSTMENTS

The prior year has been adjusted to recognise depreciation on fixed assets of £52,190 for the trading subsidiary, Sea Sanctuary Services Limited, in line with the Company's accounting policy. This has resulted in an adjustment to 2019/20 for the Group to decrease fixed assets and closing funds by £52,190.

The prior year has also been adjusted to recognise an additional £30,601 of care income for the Charity which had been received and recognised post year end. This has resulted in an adjustment to 2019/20 to increase charitable activity income, accrued income and closing funds by £30,601.

15. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	As restated Balance at 1 December 2020 £	Income £	Expenditure £	Balance at 30 November 2021 £
UNRESTRICTED FUNDS				
General Funds	975,143	958,296	(1,114,878)	818,561
RESTRICTED FUNDS				
G999	-	5,000	(5,000)	-
Lottery Community Grant Fund	18,586	10,000	(28,586)	-
Invictus G999	3,334	20,000	(1,500)	21,834
Sail Into Life	-	15,000	(15,000)	-
Sport England	-	10,000	(10,000)	-
Other Restricted Revenue Grants	-	2,000	(2,000)	-
COVID-19 Grant	-	2,939	(2,939)	-
	21,920	64,939	(65,025)	21,834
TOTAL OF FUNDS	997,063	1,023,235	(1,179,903)	840,395

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

15. STATEMENT OF FUNDS (CONTINUED)

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

G999 (Devon and Cornwall Police) - grant funding contributing towards the cost of staff members (mental health clinicians), write ups/reports, evaluations and refreshments during shifts. The shifts cover weekend periods and unsociable hours.

Lottery Community Grant Fund - grant funding awarded specifically in response to COVID-19. Funding contribution towards the provision of mental health services in the community and to be used for G999 after-care where possible. The award was time limited (had to be spent within 6 months) and covered the broader core costs (administration, office costs etc.)

Invictus G999 - grant funding contribution towards G999 staffing costs, research and evaluations.

Sail Into Life - this includes income from the RYA Foundation & the Viscountess Boyd Fund. The purpose of these grants is a contribution to the costs of boat rigging.

Sport England - grant funding contributing towards the cost of staffing and equipment.

Other Restricted Revenue Grants - this includes funding from the Tudor Trust for the purpose of wellbeing.

COVID-19 Grant - this is the funding received from the government in respect of the Coronavirus Job Retention Scheme.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

15. STATEMENT OF FUNDS (CONTINUED)

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 December 2019 £	As restated Income £	Expenditure £	Transfers in/out £	As restated Balance at 30 November 2020 £
UNRESTRICTED FUNDS					
General Funds	152,791	736,602	(804,949)	890,699	975,143
RESTRICTED FUNDS					
LIBOR	845,857	-	(44,102)	(801,755)	-
G999	-	15,000	(15,000)	-	-
Clothworks	37,334	2,280	(2,666)	(36,948)	-
Garfield Weston	55,998	-	(4,002)	(51,996)	-
Lottery Community Grant Fund	-	65,000	(46,414)	-	18,586
Invictus G999	-	10,000	(6,666)	-	3,334
ESC Fund	-	7,932	(7,932)	-	-
RYA Foundation	-	5,000	(5,000)	-	-
	939,189	105,212	(131,782)	(890,699)	21,920
TOTAL OF FUNDS	1,091,980	841,814	(936,731)	-	997,063

16. SUMMARY OF FUNDS

SUMMARY OF FUNDS - CURRENT YEAR

	Balance at 1 December 2020 £	Income £	Expenditure £	Balance at 30 November 2021 £
General funds	975,143	958,296	(1,114,878)	818,561
Restricted funds	21,920	64,939	(65,025)	21,834
	997,063	1,023,235	(1,179,903)	840,395

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

16. SUMMARY OF FUNDS (CONTINUED)

SUMMARY OF FUNDS - PRIOR YEAR

	Balance at 1 December 2019 £	As restated Income £	Expenditure £	Transfers in/out £	Balance at 30 November 2020 £
General funds	152,791	736,602	(804,949)	890,699	975,143
Restricted funds	939,189	105,212	(131,782)	(890,699)	21,920
	<u>1,091,980</u>	<u>841,814</u>	<u>(936,731)</u>	<u>-</u>	<u>997,063</u>

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	874,864	-	874,864
Current assets	229,827	21,834	251,661
Creditors due within one year	(180,700)	-	(180,700)
Creditors due in more than one year	(105,430)	-	(105,430)
TOTAL	<u>818,561</u>	<u>21,834</u>	<u>840,395</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	949,756	-	949,756
Current assets	251,073	21,920	272,993
Creditors due within one year	(87,802)	-	(87,802)
Creditors due in more than one year	(137,884)	-	(137,884)
TOTAL	<u>975,143</u>	<u>21,920</u>	<u>997,063</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

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

	Group 2021 £	Group 2020 £
Net expenditure for the year (as per Statement of Financial Activities)	(156,668)	(94,917)
ADJUSTMENTS FOR:		
Depreciation charges	75,424	74,319
Depreciation on disposal	(3,742)	(21,254)
Increase in debtors	(19,227)	(1,831)
Increase in creditors	60,444	182,022
NET CASH PROVIDED BY/(USED IN) OPERATING ACTIVITIES	(43,769)	138,339

19. ANALYSIS OF CASH AND CASH EQUIVALENTS

	Group 2021 £	Group 2020 £
Cash in hand	178,035	218,594

20. ANALYSIS OF CHANGES IN NET DEBT

	At 1 December 2020 £	Cash flows £	At 30 November 2021 £
Cash at bank and in hand	218,594	(40,559)	178,035
Debt due within 1 year	(11,250)	(15,750)	(27,000)
Debt due after 1 year	(123,750)	27,000	(96,750)
Finance leases	(18,374)	5,454	(12,920)
	65,220	(23,855)	41,365

21. PENSION COMMITMENTS

The Group operates a defined contribution pension scheme. The assets of the schemes are held separately from those of the Group in an independently administered fund. The pension costs charge represents contributions payable by the Group to the funds and amounted to £12,575 (2020: £12,129). Contributions totaling £2,547 (2020: £2,503) were payable to the funds at the Balance Sheet date.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2021

22. RELATED PARTY TRANSACTIONS

The Charity has taken advantage of the exemption in section 33.1A of FRS 102 in not disclosing intragroup transactions where 100% of the voting rights are controlled within the group.

During the year, a Trustee, paid a total of £Nil (2020: £570) for services provided by the Charity. At the end of the year, a total of £Nil (2020: £Nil) was owed to the Charity.

At the year end, a balance of £161 (2020: £222) was due from the Charity to a member of key management personnel in relation to funds introduced.

23. POST BALANCE SHEET EVENTS

The ARC, which was operated by the Charity as a children's home during the year, is included in fixed assets for the Group with a net book value of £648,019. Post year end, the ARC ceased to operate as a children's home, and the asset has been transferred from Sea Sanctuary Services Limited to Sea Sanctuary.

24. CONTROLLING PARTY

The Charity and Group is controlled by its Trustees.