

Charity No. 1172967

End of Year Financial Statements

30 June 2022



NEW BEGINNINGS READING

Registered Charity: Charity Number 1172967

Registered Office: Queens Arms
Great Knollys Street
Reading
RG1 7HL

Website: www.newbeginningsreading.org

Bankers: Metro Bank plc

Trustees: Richard Silcock (Chair)

Gordon Ross (Treasurer)

Jamie Carruthers

Sarah Beisly

Jane Taylor

Sarah Thake

Sunila Lobo

CEO: Cristie McMurray

CHAIRMAN’S STATEMENT

This report was approved by the Board of Trustees and signed on its behalf by:

.....
Richard Silcock, Chairman

10/05/2023
.....
Date

INDEPENDENT EXAMINER'S REPORT TO THE ACCOUNTS

Report to the Trustees of New Beginnings Reading (Charity Number 1172967) on the Accounts for the year ended 30 June 2022

Respective responsibilities of trustees and examiner:

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under Section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under Section 145 of the Charities Act
- follow the procedures laid down in the general directions given by the Charity Commission (under Section 145(5)(b) of the Charities Act)
- state whether particular matters have come to my attention

Basis of independent examiner's statement

My examination was carried out in accordance with the general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view, and the report is limited to those matters set out in the statement below.

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 which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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.

During the course of my independent examination, I have found the following concerns to which attention should be drawn to when reviewing this report:

- A number of Amazon purchases have been made during the year with no supporting documentation. However, suitable controls have now been implemented.
- Two laptops have been purchased in the year. However, these cannot be identified and are therefore not included in the assets of the accounts. Going forward the board has decided that all purchases over £500.00 need to be approved by 2 trustees and an asset register will be created to record and maintain an accurate list with periodic itemised asset reviews.
- Various expenses have been incurred on the charities credit cards throughout the year without supporting documentation. It has not been confirmed what New Beginnings policy is regarding credit card expenditure. Since the year end, the Board have cancelled all credit cards and have taken a policy decision to cease using them.

Kelly Willcox

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Kelly Willcox (Msc, CGMA, ACMA), Claritas Accountancy Ltd

21/04/2023

.....
Date

Statement of Financial Activities

	Unrestricted funds	Restricted funds	Endowment funds	Total funds	Prior year total funds
Income and endowments from:					
Donations and legacies	54,513	—	—	54,513	65,611
Grants	29,599	—	—	29,599	8,000
Other trading activities	—	—	—	—	1,456
Other income	—	—	—	—	990
Admin	2,308	—	—	2,308	2,318
Transfers	—	—	—	—	—
Total income and endowments from:	86,420	—	—	86,420	78,375
Expenditure on:					
Maintenance / Utilities	13,432	12,044	—	25,476	28,661
Rent & Rates	12,387	23,811	—	36,198	30,000
General Services	6,351	1,367	—	7,718	5,389
Management and Administration	3,633	—	—	3,633	314
Staff	33,411	—	—	33,411	5,737
Marketing and Advertising	1,482	—	—	1,482	110
Transfer	—	—	—	—	—
Other	—	—	—	—	8,628
Total expenditure:	70,696	37,222	—	107,918	78,839
Gains / losses on investment assets	—	—	—	—	—
Net income / (expenditure) resources before transfer	15,724	(37,222)	—	(21,498)	(464)
Transfers					
Gross transfers between funds - in	—	—	—	—	—
Gross transfers between funds - out	—	—	—	—	—
Other recognised gains / losses					
Gains on revaluation, fixed assets, charity's own use	—	—	—	—	—
Net movement in funds	15,724	(37,222)	—	(21,498)	(464)
Total funds brought forward	81,440	39,110	—	120,550	121,014
Total funds carried forward	97,164	1,888	—	99,052	120,550
Represented by					
Unrestricted					
General fund	97,164	—	—	97,164	81,440
Restricted					
Restricted fund	—	1,888	—	1,888	39,110

Balance sheet

	Total funds	Prior year funds
Fixed assets		
Tangible assets	—	—
	—	—
Current assets		
Debtors	—	—
Cash at bank and in hand	90,078	116,133
Prepayments	9,000	3,000
Credit Card	906	1,440
	—	—
	99,984	120,573
Current liabilities		
Creditors	7	23
Payroll Payable	925	—
Net current assets less current liabilities	99,052	120,550
Total assets less current liabilities	99,052	120,550
Total net assets less liabilities	99,052	120,550
Represented by		
Unrestricted		
General fund	97,164	81,440
Restricted		
Restricted fund	1,888	39,110
Funds	99,052	120,550

Statement of assets and liabilities

	General	Designated	Restricted	Endowment	This year	Last year
Fixed assets - Tangible assets	—	—	—	—	—	—
Totals	—	—	—	—	—	—
Current assets - Cash at bank and in hand						
Bank Account - Current	88,190	—	1,888	—	90,078	116,133
Totals	88,190	—	1,888	—	90,078	116,133
Current assets - Debtors						
Accounts Receivable	—	—	—	—	—	—
Prepayments	9,000	—	—	—	9,000	3,000
Other	906	—	—	—	906	1,440
Totals	9,906	—	—	—	9,906	4,440
Current Liabilities	932	—	—	—	932	23
Creditors						
Grand total	97,164	—	1,888	—	99,052	120,550

Fund movement by type

	Opening	Incoming	Outgoing	Transfers	Gains/losses	Closing
Restricted - Restricted fund						
Restricted	39,110	—	37,222	—	—	1,888
Sub-total for Restricted	39,110	—	37,222	—	—	1,888
General - General fund						
Unrestricted	81,440	86,420	70,696	—	—	97,164
Sub-total for General	81,440	86,420	70,696	—	—	97,164
Grand total	120,550	86,420	107,918	—	—	99,052

Notes to the Financial Statements

1. Accounting Policies

Basis of preparation

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at fair value.

The accounts (financial statements) have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention, modified to include revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus, the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

Incoming resources

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that the income will be received.

Donations and grants are recognised once the charitable company has been notified of the donation or grant, unless performance conditions require deferral of the amount.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charitable company to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

Costs of generating funds are those costs associated with attracting voluntary income.

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

Governance costs include those costs associated with the governance of the charity and are primarily associated with constitutional and statutory requirements.

Support costs include central functions and have been allocated to activity costs categories consistent with the use of the resource.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the conditions as set by the donors. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Cash and cash equivalents

Cash and cash equivalents include cash in hand.

Basic financial assets

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

Basic financial liabilities

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

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of its operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using effective interest rate.

2. Other Trading Activities

	This year	Last year
	—	1,456
	—	1,456

3. Trustees' Remuneration and Benefits

There were no trustees' remuneration or other benefits for the year ended 30 June 2022 nor for the period ended 30 June 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 June 2022 nor for the period ended 30 June 2021.

4. Staff Costs

The average monthly number of employees during the year was as follows:

	This year 2	Last year 1
	2	1

No employees received emoluments in excess of £60,000.

5. Comparatives for the Statement of Financial Activities

	Unrestricted funds	Restricted funds	Endowment funds	Total funds	Prior year total funds
Income and endowments from:					
Donations and legacies	54,513	—	—	54,513	65,611
Grants	29,599	—	—	29,599	8,000
Other trading activities	—	—	—	—	1,456
Other income	—	—	—	—	990
Admin	2,308	—	—	2,308	2,318
Transfers	—	—	—	—	—
Total income and endowments from:	86,420	—	—	86,420	78,375
Expenditure on:					
Maintenance / Utilities	13,432	12,044	—	25,476	28,661
Rent & Rates	12,387	23,811	—	36,198	30,000
General Services	6,351	1,367	—	7,718	5,389
Management and Administration	3,633	—	—	3,633	314
Staff	33,411	—	—	33,411	5,737
Marketing and Advertising	1,482	—	—	1,482	110
Transfer	—	—	—	—	—
Other	—	—	—	—	8,628
Total expenditure:	70,696	37,222	—	107,918	78,839
Gains / losses on investment assets	—	—	—	—	—
Net income / (expenditure) resources before transfer	15,724	(37,222)	—	(21,498)	(464)
Transfers					
Gross transfers between funds - in	—	—	—	—	—
Gross transfers between funds - out	—	—	—	—	—
Other recognised gains / losses					
Gains on revaluation, fixed assets, charity's own use	—	—	—	—	—
Net movement in funds	15,724	(37,222)	—	(21,498)	(464)
Total funds brought forward	81,440	39,110	—	120,550	121,014
Total funds carried forward	97,164	1,888	—	99,052	120,550
Represented by					
Unrestricted					
General fund	97,164	—	—	97,164	81,440
Restricted					
Restricted fund	—	1,888	—	1,888	39,110

6. Debtors: Amounts falling due within one year

	This year	Last year
Reading Bike Kitchen	—	—
	<hr/> —	<hr/> —

7. Creditors: Amounts falling due within one year

	This year	Last year
Payables	7	23
	<hr/> 7	<hr/> 23

8. Leasing Agreements

There were no leasing agreements in the period.

9. Related Party Disclosures

There were no related party transactions for the year ended 30 June 2022.

10. Analysis of restricted fund movements

	Balance 1 July 2021	Resources	Expended	Transfers	Balance June 2022
Bathroom Facilities	6,182	—	6,182	—	0
All night cafe	23,811	—	23,811	—	0
After school café / activities	3,255	—	1,367	—	1,888
Community fridge	1,862	—	1,862	—	0
Covid-19	4,000	—	4,000	—	0
Total	<hr/> 39,110	<hr/> —	<hr/> 37,222	<hr/> —	<hr/> 1,888

All restricted funds are to assist the charitable company in respect of the provision of services.

Coronavirus support relates to funding to assist the activities during the Covid-19 pandemic.

Detailed Statement of Financial Activities for the Year Ended 30 June 2022

Analysis of income

Donations and legacies

	<u>Unrestricted</u>	<u>Designated</u>	<u>Restricted</u>	<u>Endowment</u>	<u>This year</u>	<u>Total Last year</u>
Reading Borough Council	—	—	—	—	—	—
Community Groups	1,695	—	—	—	1,695	—
Corporate Donations	9,478	—	—	—	9,478	—
Donations & Events	21,138	—	—	—	21,138	50,168
PAYPAL	22,983	—	—	—	22,983	6,687
Schools	—	—	—	—	—	332
Smile	219	—	—	—	219	151
Charities Aid Foundation	—	—	—	—	—	8,273
Total	54,513	—	—	—	54,513	65,611

Grants

	<u>Unrestricted</u>	<u>Designated</u>	<u>Restricted</u>	<u>Endowment</u>	<u>This year</u>	<u>Total Last year</u>
Reading Borough Council	25,000	—	—	—	25,000	4,000
ASC Activities	—	—	—	—	—	—
Misc for general activities	4,599	—	—	—	4,599	—
Restricted Covid	—	—	—	—	—	4,000
Total	29,599	—	—	—	29,599	8,000

Other trading activities

	<u>Unrestricted</u>	<u>Designated</u>	<u>Restricted</u>	<u>Endowment</u>	<u>This year</u>	<u>Total Last year</u>
Bike Kitchen	—	—	—	—	—	1,456
Total	—	—	—	—	—	1,456

Other income

	<u>Unrestricted</u>	<u>Designated</u>	<u>Restricted</u>	<u>Endowment</u>	<u>This year</u>	<u>Total Last year</u>
Sadaka	—	—	—	—	—	990
Total	—	—	—	—	—	990

Admin

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
HMRC	2,308	—	—	—	2,308	2,318
Total	2,308	—	—	—	2,308	6,242

Analysis of expenditure**Expenditure on Maintenance / Utilities**

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
Utilities	2,051	—	6,015	—	8,066	4,870
Repairs and Maintenance	0	—	6,029	—	6,029	4,982
Rent & Rates	12,387	—	23,811	—	36,198	30,000
Materials & Equipment	9,927	—	—	—	9,927	14,420
Insurance	607	—	—	—	607	603
H&S	847	—	—	—	847	3,786
Total	25,819	—	35,855	—	61,674	58,661

Expenditure on General Services

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
After school cafe	0	—	1,367	—	1,367	3,794
Food & Beverage	1,740	—	—	—	1,740	36
Other	3,633	—	—	—	3,633	622
Computer Expenses	978	—	—	—	978	937
Total	6,351	—	1,367	—	7,718	5,389

Expenditure on Management & Administration

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
Professional Fees	2,268	—	—	—	2,268	314
Other	1,365	—	—	—	1,365	—
Total	3,633	—	—	—	3,633	314

Other expenditure

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
Staff Costs UK	33,411	—	—	—	33,411	5,737
Marketing & Advertising	1,482	—	—	—	1,482	110
Other	—	—	—	—	—	8,628
Total	34,893	—	—	—	34,893	14,475
