



CHARITY COMMISSION
FOR ENGLAND AND WALES

Independent examiner's report on the accounts

Section A

Independent Examiner's Report

Report to the trustees/
members of

Charity Name
The Hugs Foundation

On accounts for the year
ended

31 May 2022

Charity no
(if any)

1175633

Set out on pages

1-2

1-2(remember to include the page numbers of additional sheets)

Responsibilities and
basis of report

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended 31/05/2022.

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

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

Independent
examiner's statement

The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of The Institute of Chartered Accountants in England and Wales.

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.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

* Please delete the words in the brackets if they do not apply.

Signed: M. D. Price

Date: 23/9/22.

Name: Mark Price

Relevant professional qualification(s) or body (if any):

The Institute of Chartered Accountants in England and Wales

Address:

Park House, Headley Road, Woodley, Berkshire, RG5 4JB

Section B

Disclosure

Only complete if the examiner needs to highlight material matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

**Give here brief details of
any items that the
examiner wishes to
disclose.**



CHARITY COMMISSION
FOR ENGLAND AND WALES

Trustees' Annual Report for the period

From 1st June 2021 **Period start date** **To** 31st May 2022 **Period end date**

Charity name: The Hugs Foundation

Charity registration number: 1175633

Objectives and Activities

	SORP reference	
Summary of the purposes of the charity as set out in its governing document	Para 1.17	<p>The Hugs Foundation is a horse rescue centre that provides well-being support to children, young people, the elderly, serving military personnel and veterans.</p> <p>We rescue, rehabilitate and rehome mistreated, sick, unwanted and abandoned horses and ponies. Situated in a unique, nurturing, safe environment, we provide for a range of human well-being needs too, including; social, emotional, physical and mental health support, learning and developmental needs, special educational needs and disabilities (SEND), social isolation, reengaging with education, school transitions, transitions from military to civilian life, bereavements, self-harm and those at risk of suicide.</p> <p>Our rescues each have their own rehabilitation plan and many work alongside our service users, where they can both benefit and grow from spending time with each other, making a positive difference to both lives. Our multiple aims and objectives include:</p> <ul style="list-style-type: none">• the rescue, rehabilitation and re-homing of unwanted, sick, mistreated and abandoned horses and ponies.• to promote humane behaviours towards animals and educate the public in positive animal welfare.• to work alongside other rescues and organisations to make as big a difference as possible to animal welfare.• to improve children and young people's social, emotional, physical and mental

		<p>health and well-being through on-site interventions.</p> <ul style="list-style-type: none"> • to decrease loneliness and increase social inclusion and hope amongst the elderly through visits to care homes. • to improve the social, emotional, physical and mental health and well-being of serving military personnel and veterans.
Summary of the main activities in relation to those purposes for the public benefit, in particular, the activities, projects or services identified in the accounts.	Para 1.17 and 1.19	<p>Our main charitable activities are to provide a safe, nurturing and enriching environment for our animal rescues, enabling us to rehabilitate and rehome as many as possible into a forever home and to provide well-being support to those in need. We do this by:</p> <ul style="list-style-type: none"> • working alongside other rescues and organisations including; World Horse Welfare, the Mare & Foal Sanctuary, the RSPCA, the police and local councils, to rescue animals in need. • being active members of the National Equine Welfare Council (NEWC). • rehabilitating rescue horses/ponies through individual programmes using ethical and empathic training techniques to create positive experiences for our rescues, enabling them to trust humans and build their confidence. • finding the right match for our rescues and their forever home. • attending events and open days to raise awareness of the charity, educate the public in animal welfare and human well-being and promote positive animal welfare. • providing well-being support through on-site interventions to children, young people, serving military personnel and veterans. These interventions are set up as a course of six sessions, with the option to extend if needed, and have been shaped by people with lived experiences and experts in well-being, learning and development. We provide a unique mix of nature based interventions together with mentoring and workshops that can include; animal assisted services, nature activities, therapeutic learning, ecotherapy,

		<p>teambuilding, arts and crafts, forest based activities, learning about sustainability and practical skills, such as horticulture and growing vegetables.</p> <ul style="list-style-type: none"> providing well-being visits for the elderly, with our rescue animals, for those that are unable to leave their accommodation (e.g. care homes). These visits bring the residents something different to their usual routine and something to look forward to. Residents leave their rooms and congregate in the social areas, decreasing loneliness and increasing social inclusion, happiness and hope. For those that cannot leave their rooms, our animals (usually Dude our super star rescue), go to them. The smiles this brings to people and feedback we receive shows just how positive the impact is on their well-being and Dude is always keen to see the residents. We constantly monitor our animal's welfare to ensure they are always happy and healthy. <p>In April 2022, we were one of the first organisations to be accepted onto the Human Equine Interaction Register UK (HEIR). There have been no regulations in the UK to protect both the service users that access organisations for support and the equines that work in therapeutic sessions, leaving both at risk of further harm. The register has been created to ensure all people involved in the field of human equine interactions operate credible, high quality, safe and ethical practice standards for their service provision. We are incredibly proud of this achievement.</p> <p>There have been 10 ponies returned to the facility during this period, due to changes in owner circumstances or the standard of care not being delivered to the satisfaction of The Hugs Foundation upon inspection. We continue to provide care for those returned to the Foundation and look to rehome them again. Two of these ponies had behavioural issues that their homes were happy to try and work with them to improve, although sadly they decided it was too much. However, as they were such lovely homes, they rehomed 2 alternative ponies that are now fully settled.</p> <p>The charity is fully insured. All staff and volunteers are enhanced DBS checked, a</p>
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		<p>full safeguarding policy and procedures are in place and updated regularly, as are our other policies, such as equal opportunities.</p> <p>Volunteers provide vital resource to the charity through activities such as mucking out, grooming and other essential yard tasks, providing benefit to both visitor and charity, although this has reduced due to staffing capacity to manage a full team of volunteers. See below section 'contribution made by volunteers' for future plan.</p> <p>A monthly newsletter continues to be produced and sent to our supporters (who have signed up in accordance with GDPR) to keep them up to date with the activities of the charity, promote our events and to encourage donor engagement.</p>
Statement confirming whether the trustees have had regard to the guidance issued by the Charity Commission on public benefit	Para 1.18	The trustees are aware of the guidance issued by the Charities Commission on public benefit with regard to the need for them to exercise their powers and duties for the benefit of the public. Every trustee has complied with their duty to have due regard on public benefit.

Additional information (optional)

You may choose to include further statements where relevant about:

	SORP reference	
Policy on grant making	Para 1.38	
Policy on social investment including program related investment	Para 1.38	
Contribution made by volunteers	Para 1.38	Our volunteers are an essential asset to the charity. Volunteers undertake important tasks such as mucking out, grooming and essential groundwork that helps keeps the land a safe environment for our rescue animals. All our volunteers are taken through a volunteer induction programme, have ongoing training and are DBS checked. We are running on reduced numbers due to our staffing capacity. We are in the process of applying for funding for a Volunteer Coordinator to enable us to run more volunteer programmes including supported volunteering for both existing youth service users and vulnerable adults and allow us to reach more of our community.
Other		

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Achievements and Performance

	SORP reference	
Summary of the main achievements of the charity, identifying the difference the charity's work has made to the circumstances of its beneficiaries and any wider benefits to society as a whole.	Para 1.20	<p>This year has continued to be very challenging with the cost of living crisis directly following the impact of the coronavirus pandemic. However the charity has continued been innovative and flexible and despite the difficulties, managed to achieve great things including:</p> <ul style="list-style-type: none"> • Rescued 41 equines in this year from situations of illness, mistreatment and/or abandonment (a total of 162 horses and ponies and over 200 animals in total since opening in 2017). • Rehomed 33 of those rehabilitated horses/ponies (a total of 108 since opening in 2017). • Provided 595 hours of mental well-being support to 89 individual children and young people (a total of 5823 hours and 577 individuals supported since opening in 2017). • Our feedback forms are completed on a voluntary basis as for some service users compulsory completion may expose them to additional pressure and we have found that this can be a barrier and cause a service user to shut down. In addition, some service users have such complex needs that completing the form is impossible or their needs are such that the form would not provide for accurate data. Some service users just do not wish to complete the form and we respect their wishes. We do try to encourage a verbal quote at least, to see if we have made a positive difference to them and gather feedback from the parent or carer that attends sessions with them. • Of the 89 service users, 37 (42%) completed a feedback form. Twenty six individuals completed the 7 item Warwick Edinburgh Mental Well-Being Scale (WEMWBS) with 85% recording a positive change in their well-being. Of the three individuals that showed a slight decrease, there were known external variables that the service users/carers/parent stated contributed to these scores. • Eleven service users completed the traffic light feedback form. 91% reported an increase in their well-being with one service user scoring the same before and after their Hugs sessions.

		<ul style="list-style-type: none"> • From additional analysis we found trends in: <ul style="list-style-type: none"> • Reduced suicide ideation and self-harm • Improved physical, emotional, social and mental well-being • Improved confidence and knowledge for parents/carers to recognise mental health issues in young people and knowing how/where to access additional support • Improved access and work between professionals to support young people e.g., Hugs support created more positive treatment developments with services such as NHS CAHMS • Improved ability to control, cope with and grow from life's challenges • Examples of outcomes of our work from previous young people who have attended: <ul style="list-style-type: none"> “My daughter, Penny is non-verbal, visually impaired and unable to stand independently, but at her adapted sessions, she was laughing, dancing and even making animal sounds to express her enjoyment.” Feedback from parent “My son attended Hugs and it was amazing. I saw my son grow and become more confident with each session. Hazel the Youth Services Manager is such a wonderful person she was so good with my son and knew exactly how to communicate with him and encourage him. I thoroughly recommend The Hugs Foundation, they are doing a fantastic job for well-being for children.” Feedback from parent • “It was obvious to myself and mum that after my young person's first sessions at Hugs he gained significant benefit, presenting calmer and more regulated.” Feedback from NHS CAMHS Professional • The full impact report can be read here: https://hugsfoundation.org.uk/wp-content/uploads/2022/07/Youth-Well-Being-Project-Impact-Report-June-2021-to-May2022.pdf.pagespeed.ce.XpKEFVPWol.pdf • Provided volunteering opportunities to 10 people. This was more than our previous charity year but still a reduced capacity due to our staffing capacity to manage volunteers. • Provided work experience opportunities for 5 people. Again, this was more than our previous charity year but still a reduced capacity due to our staffing capacity to manage work experience/placements. • We have been able to carry out 12 care home visits with our rescue pony, Dude. This project
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		<p>was kindly funded by The Michael & Shirley Hunt Charitable Trust.</p> <ul style="list-style-type: none"> • Our veterans well-being pilot project launched in May 2021 after successfully gaining funding from The National Lottery, Awards for All. This was run in partnership with a veterans charity, Veterans outdoors. • Veterans project outcomes included: <ul style="list-style-type: none"> • Improved confidence and self-esteem • Reduced symptoms of depression, anxiety and PTSD • Built friendships/relationships • Built leadership skills and learnt to set boundaries • Reduced social isolation • Provided a safe space to think and then gave confidence to tackle other issues. Hugs provided a regular space, date and time to do this. • The full impact report can be read here: https://hugsfoundation.org.uk/wp-content/uploads/2022/07/Herds-Ahead-Veterans-Well-Being-Pilot-Project-Impact-Report2021.pdf.pagespeed.ce.VGvUJCOSM6.pdf • We have continued to build relationships and partnerships for our well-being provisions including partnering with the Veterans Outdoors charity for our veteran's well-being pilot project and for our youth well-being provision; Sowenna, a local NHS unit run by Cornwall NHS Foundation Trust, other departments in the NHS, Children and Adolescent Mental Health Services (CAMHS), additional schools, both primary and secondary, children in care units, social workers and social prescribers. • We have continued to build and establish a relationship with the local community and work in collaboration with organisations such as local schools, social services and mental health provisions. We have started to visit schools again for educational visits and have attended 6 community events including; Community Health & Well-Being Awareness Day, Raf St Mawgan Family Event, Camel Creek, Cornwall Business Show, Griggs Country Store and Pencarrow House & Gardens. We have had 3 open days at Hugs rescue centre. • We have continued to monitor and adjust our fundraising strategy and business plan to enable the charity to recover and grow after the pandemic, the cost of living increase and reduced funding available through trusts and grants. Income streams have been diversified and
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		<p>include; applications to trusts and grants, increasing donations via direct debits and individual giving, memberships, legacies and corporate sponsorships.</p> <ul style="list-style-type: none"> • From August 2019 to 31st May 2020, the charity received £53,750 from trusts and grant funding. From June 2020 to 31st of May 2021 this increased to £94,981. For this charity year, we have raised £99,531. Funders have included; Garfield Weston Foundation, Arnold Clark Foundation, Animal Friends, CCF's Social Enterprise Grant, Postcode Local Trust, Pets at Home Foundation, Tesco Community Grants, Co-Op Community Fund, Jean Sainsbury Animal Welfare Trust, Clare Milne Trust, Duchy Health Charity, V Delaney Charitable Trust, Superfast Cornwall 3 – Inclusive Growth, Business Digital Support, Network for Animals, Petplan Charitable Trust and The Norman Family Charitable Trust. • Regular donors have increased from 16 monthly donors donating £2,400 every year to 61 donating £7,800 every year for Hugs. 'Sponsor an Animal' gifts for resident animals has proved popular. • We have continued to work with professionals, including a Health and Safety consultant, to ensure we are doing the best we can to support our charity and beneficiaries and keep all safe. • We have created more track systems for those rescues who are overweight or suffering from or susceptible to laminitis. These proved very successful in our previous charity year, with one pony losing an incredible 7 stone. • Alongside normal maintenance, the charity continued to provide extra care to help the land recover from the harsh and wet winter and have re-seeded the other half of the grazing. • Mudcontrol mats have been laid to create paths away from mud in winter and providing mud free feeding stations and shelters. • Monthly tack sales have re-started and have been successful for fundraising. <p>A future plan has been established for as follows:</p> <ul style="list-style-type: none"> • Continue to adapt and implement our fundraising strategy, ensuring we are able to adjust where needed when the unexpected comes along e.g. cost of living causing more horses and ponies to be surrendered.
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		<ul style="list-style-type: none"> • Stabilise and then grow the charity to meet demand for both our animal rescue and human well-being support. • Increase capacity for on-site well-being support to meet demand. Continue to train staff and liaise with other professionals in the sector to ensure the referrals being received (which are more complex with a multitude of needs) are getting the best support than can. • Continue to research different methods of Equine Assisted Services and Ecotherapy to help shape the services The Hugs Foundation provides. Be active members of HEIR and NEWC. • Continue to monitor moorland welfare. We have established contacts in this area and will be working closely with them to ensure welfare on the local moors is monitored and intervention made when necessary. • Work on land including creating a large chicken run for when bird flu restrictions are put in place, create and maintain more track systems, revamp the outdoor school to include fencing and new surface and create more permanent area for a round pen. • Develop services to corporate groups for team building activities. This will raise awareness for the charity, build corporate relationships and aim to increase fundraising opportunities. • Continue to develop our staff through training and education appropriate to their sector. • Increase our newsletter list to help grow our supporters and convert to monthly donors. • Apply for funding to employ a Volunteer Coordinator enable 5 volunteer programmes to run in our area of deprivation including; 1) supported volunteering for children/young people who have attended our well-being sessions, allowing them to take the next step in their recovery and learn new skills for future opportunities. 2) Career volunteer programme to offer structured work placements/experience programmes to allow development of career skills for young people. 3) General volunteer programme to support young people and adults including those who are vulnerable. Many have complex needs and these kinds of opportunities are not available. We will increase confidence, give new skills and help demonstrate they can do a role within an organisation, helping build their CV, evidence of reliability and supporting them to progress, find other roles and possibly even
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		employment. 4) Educational school visits, attending at least 12 annually. 5) Fundraising volunteer programme, to help raise funds through community and corporate fundraising and provide support to the Fundraising and Admin Manager.
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Additional information (optional)

You may choose to include further statements where relevant about:

Achievements against objectives set	Para 1.41	
Performance of fundraising activities against objectives set	Para 1.41	<p>Since recruiting our fundraiser in 2019, our fundraising has gone from strength to strength. One main corporate sponsor has provided the largest percentage of our funding since our inception. To become truly sustainable, our charity needs to become less reliant on one sponsor. Therefore, there is a plan in place for a phased reduction which has started with £120,000 donated in the last charity year, £100,000 committed for our next charity year and a steady decrease over the following years.</p> <p>Funding streams have been diversified and now include; individual giving, memberships, legacies, activities within the local community and trust and grant funding. In our charity year August 2019 to 31st May 2020, the charity received £53,750 from trust and grant funding. From June 2020 to 31st of May 2021 this increased to £94,981. Legacies and corporate sponsorship income streams are being explored and the hope is to build this income as the charity becomes better known in the community.</p> <p>This year the targets set for the fundraising have been very positive, especially considering the challenges of the pandemic. The charity has managed to</p>

		<p>raise £99,531 through trust and grant fundraising. Funders have included; Garfield Weston Foundation, Arnold Clark Foundation, Animal Friends, CCF's Social Enterprise Grant, Postcode Local Trust, Pets at Home Foundation, Tesco Community Grants, Co-Op Community Fund, Jean Sainsbury Animal Welfare Trust, Clare Milne Trust, Duchy Health Charity, V Delaney Charitable Trust, Superfast Cornwall 3 – Inclusive Growth, Business Digital Support, Network for Animals, Petplan Charitable Trust and the Norman Family Charitable Trust.</p> <p>Regular donors have increased from 16 monthly donors donating £2,400 every year to 61 donating £7,800 every year for Hugs. Moving forwards, there is a flexible and diverse fundraising plan in place to help the charity recover from the pandemic and start to grow once more.</p>
Investment performance against objectives	Para 1.41	
Other		

Financial Review

Review of the charity's financial position at the end of the period	Para 1.21	<p>Income has increased slightly this year and expenditure has stayed very similar to our previous charity year.</p> <p>During the year receipts of £273,117 were received from donations, trust and grants, sponsorships, rehoming fees and service charges. Of this, £120,000 was received from a corporate sponsorship partner that provided donations to set up and establish the charity through support with staffing and running costs. The partnership will continue to provide support for the charity with an aim to becoming self-funding in the long term. A flexible and phased plan is in place for this with £100,000 committed for our next charity year and a steady decrease over the following years.</p> <p>£99,531 was raised in trust and grant funding, an increase on the previous year. A fundraising strategy and business plan is in place to reduce the donation amount and reliance on the corporate donor and</p>
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		<p>diversify income streams, working towards self-sustainability. This has been successful so far, for example, regular donors increasing from 16 monthly donors donating £2,400 every year to 61 donating £7,800 every year for Hugs.</p>
<p>Statement explaining the policy for holding reserves stating why they are held</p>	<p>Para 1.22</p>	<p>The Hugs Foundation is a fairly young charity and significant setup and operational costs have been incurred, thus the ability to create cash reserves has not been possible. In addition to this, the coronavirus pandemic and now the cost of living crisis, have made it financially impossible to build or retain any reserve funding. The Hugs Foundation also believes that monies received should be spent in accordance with the charity mission and not held long term in a bank account. There were very little reserves during the pandemic, which caused financial strain on the charity, however, the diversity and flexibility of the Trustees and fundraising strategy in place, ensured the charity was successful with emergency funding and survived.</p> <p>In the next charity year, The Hugs Foundation has an agreement with its corporate sponsor, to receive £100,000 unrestricted funding. Therefore, the reserves policy will be to operate with minimal reserves whilst the charity stabilises and carries out its fundraising strategy. The corporate sponsor commitment, along with the fundraising strategy in place to increase income diversity, gives the Trustees confidence that The Hugs Foundation has the certainty and resilience it requires to deliver its charitable objectives and survive long term.</p> <p>Any cash funds held, either restricted or unrestricted, will be carried over to continue to support the work of the charity into the next financial year. Restricted funding carried over, (e.g., the charity could not run interventions at full capacity during the pandemic so the funding could not be spent fully), will be spent in accordance with the individual application. For any that are taking longer to spend than anticipated, the relevant grant or trust organisation(s) have been notified, and a plan agreed to spend the reserves moving forward.</p> <p>From 2022 and depending on the outcome of the financial strategy and financial climate, The Hugs Foundation aim to increase its level of unrestricted funds over</p>

		<p>the following years, in order to ensure the underlying financial resilience of the charity and to provide designated funds for specific projects. The aim would be for a minimum level of free reserves that The Hugs Foundation will hold in unrestricted funds, excluding fixed assets, to cover three to six months of core running costs plus any potential liabilities in the event of the Hugs Foundation having to cease its activities.</p> <p>The reserves policy is reviewed annually by The Hugs Foundation Trustees.</p>
Amount of reserves held	Para 1.22	Total reserves held on 31 May 2022 were £90,512, split as unrestricted funds of £67,529 and restricted funds of £22,983. £33,240 of the unrestricted funds balance is held as cash.
Reasons for holding zero reserves	Para 1.22	See above reserves policy.
Details of fund materially in deficit	Para 1.24	
Explanation of any uncertainties about the charity continuing as a going concern	Para 1.23	<p>The coronavirus pandemic and cost of living crisis has had a negative impact on the charity's income. This year, the charity has been able to start to run fundraising events, open days, care home visits and well-being interventions at a reduced capacity, due to lower staffing levels. However, the charity has been successful in applications for additional grant funding which has been received in 2021-2022. There is a flexible and diverse fundraising plan in place, including diversifying funding streams e.g., individual giving, which has increased this year. Demand for horse rescues and rehoming is continuing to rise and well-being service referrals have increased by over 50% and so the outlook for The Hugs Foundation is looking optimistic.</p>

Additional information (optional)

You may choose to include further statements where relevant about:

The charity's principal sources of funds (including any fundraising)	Para 1.47	<p>The charity's principle sources of funds are the corporate sponsor and trust and grant fundraising. To ensure the charity's survival and sustainability long term, a phased reduction has started from the main corporate sponsor, with £100,000 committed for the next charity year and a steady decrease going forwards.</p> <p>Additional funding streams have been established and are steadily growing and include:</p> <ul style="list-style-type: none"> individual giving, both one off donations and regular monthly donations
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		<ul style="list-style-type: none"> • memberships (Sponsor a Rescue or Stable) • service charges (well-being support) • animal rescue rehoming fees • livery • tack sale donations • Christmas calendar donations and sponsorship • corporate sponsorships and donations <p>Moving forwards, the charity's fundraising plan is to continue to grow these diversified income streams and become less reliant on one main corporate sponsor. This is evidencing a positive trend in our annual accounts.</p>
Investment policy and objectives including any social investment policy adopted	Para 1.46	
A description of the principal risks facing the charity	Para 1.46	The trustees have assessed the major risks to which the charity is exposed and are satisfied that the systems in place (risk register etc.) will help to mitigate the risk or enable it to be dealt with in a timely, efficient manner.
Other		

Structure, Governance and Management

Description of charity's trusts:		N/A
Type of governing document (trust deed , royal charter)	Para 1.25	Constitution of a Charitable Incorporated Organisation
How is the charity constituted? (e.g. unincorporated association , CIO)	Para 1.25	Charitable Incorporated Organisation
Trustee selection methods including details of any constitutional provisions e.g. election to post or name of any person or body entitled to appoint one or more trustees	Para 1.25	Trustees can be selected in various ways including; approaching the charity themselves through CV or application or nomination by existing Trustees. Current Trustees will consider potential new Trustees who have skills which will help the charity e.g. animal welfare knowledge, children's mental health, safeguarding, fundraising and charity management. Applications/nominations are brought to Trustee meeting to discuss. They are appointed upon approval by majority vote, familiarised with the day to day running of the charity and briefed on the governance and their responsibilities.

Additional information (optional)

You may choose to include further statements where relevant about:

Policies and procedures adopted for the induction and training of trustees	Para 1.51	
The charity's organisational structure and any wider network with which the charity works	Para 1.51	
Relationship with any related parties	Para 1.51	
Other		

Reference and Administrative details

Charity name	The Hugs Foundation
Other name the charity uses	N/A
Registered charity number	1175633
Charity's principal address	Higher Whitley Farm Helland Road Bodmin Cornwall PL31 2NT

Names of the charity trustees who manage the charity

	Trustee name	Office (if any)	Dates acted if not for whole year	Name of person (or body) entitled to appoint trustee (if any)
1	Andrew Frederick Bowden			
2	Tracy Jayne Lewis			
3	Rachel Pocknell		Appointed on 01/12/2021	
4	David Peter Sell			
5	Paul Jonathan Dransfield			
6	Claire Briggs		Resigned on 01/05/2022	
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Corporate trustees – names of the directors at the date the report was approved

[illegible]

Name of trustees holding title to property belonging to the charity

[illegible]

Funds held as custodian trustees on behalf of others

Description of the assets held in this capacity	
Name and objects of the charity on whose behalf the assets are held and how this falls within the custodian charity's objects	
Details of arrangements for safe custody and segregation of such assets from the charity's own assets	

Additional information (optional)**Names and addresses of advisers (Optional information)**

Type of adviser	Name	Address
Solicitor	Stephens Scown	1 High Cross Street, St Austell, Cornwall, PL25 4AB
Accountant	AAS Accountants Ltd	Tithe House, 15 Dukes Ride, Crowthorne, RG45 6LZ

Name of chief executive or names of senior staff members (Optional information)

Andrew Bowden - Chairman

Exemptions from disclosure

Reason for non-disclosure of key personnel details

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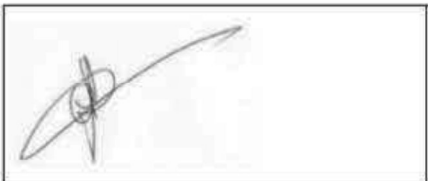
Other optional information

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Declarations

The trustees declare that they have approved the trustees’ report above.

Signed on behalf of the charity’s trustees

Signature(s)	
Full name(s)	Andrew Frederick Bowden
Position (eg Secretary, Chair, etc)	Chair
Date	04/10/2022



CHARITY COMMISSION
FOR ENGLAND AND WALES

Charity Name	The Hugs Foundation	1175633	
Annual accounts for the period			
Period start date	1 June 2021	To	31 May 2022

Section A Statement of financial activities


Recommended categories by activity	Unrestricted funds £	Restricted income funds £	Total funds £	Prior year funds £
Incoming resources (Note 3)				
Income and endowments from:				
Donations and legacies	151,820	-	151,820	161,874
Charitable activities	25,776	94,531	120,307	103,136
Other trading activities	990	-	990	1,369
Total	178,586	94,531	273,117	266,379
Resources expended (Note 5)				
Expenditure on:				
Raising funds	24,987	-	24,987	22,509
Charitable activities	136,245	93,197	229,442	232,615
Total	161,232	93,197	254,429	255,124
Net income/(expenditure) before transfers	17,354	1,334	18,688	11,255
Transfers	7,780	- 7,780	-	-
Net income/(expenditure)	25,134	- 6,446	18,688	11,255
Reconciliation of funds:				
Total funds brought forward	42,395	29,429	71,824	60,569
Total funds carried forward	67,529	22,983	90,512	71,824

Section B

Balance sheet

		Unrestricted funds £	Restricted income funds £	Total this year £	Total last year £
Fixed assets					
Tangible assets	(Note 9)	38,858	-	38,858	40,648
Total fixed assets		38,858	-	38,858	40,648
Current assets					
Debtors	(Note 10)	2,333	-	2,333	2,182
Cash at bank and in hand	(Note 12)	33,240	22,983	56,223	35,022
Total current assets		35,573	22,983	58,556	37,204
Creditors: amounts falling due within one year	(Note 11)	6,902	-	6,902	6,028
Net current assets/(liabilities)		28,671	22,983	51,654	31,176
Total net assets or liabilities		67,529	22,983	90,512	71,824
Funds of the Charity					
Restricted income funds	(Note 14)		22,983	22,983	29,429
Unrestricted funds		67,529		67,529	42,395
Total funds		67,529	22,983	90,512	71,824

Signed on behalf of the charity's trustees

Signature(s)	
Full name(s)	Andrew Frederick Bowden
Position (eg Secretary, Chair, etc)	Chair
Date	04/10/2022

Note 1 Basis of preparation

This section should be completed by all charities.

1.1 Basis of accounting

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The accounts have been prepared in accordance with:

- and with*



the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014

- and with the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102.*



* -Tick as appropriate

1.2 Going concern

If there are material uncertainties related to events or conditions that cast significant doubt on the charity's ability to continue as a going concern, please provide the following details or state "Not applicable", if appropriate:

An explanation as to those factors that support the conclusion that the charity is a going concern;

The coronavirus pandemic and cost of living crisis has had a negative impact on the charity's income. This year, the charity has been able to start to run fundraising events, open days, care home visits and well-being interventions at a reduced capacity, due to lower staffing levels. However, the charity has been successful in applications for additional grant funding which has been received in 2021-2022. There is a flexible and diverse fundraising plan in place, including diversifying funding streams e.g., individual giving, which has increased this year. Demand for horse rescues and rehoming is continuing to rise and well-being service referrals have increased by over 50% and so the outlook for The Hugs Foundation is looking optimistic.

1.3 Change of accounting policy

The accounts present a true and fair view and the accounting policies adopted are those outlined in note 2.

1.4 Changes to accounting estimates

No changes to accounting estimates have occurred in the reporting period (3.46 FRS 102 SORP).

1.5 Material prior year errors

No material prior year error have been identified in the reporting period (3.47 FRS 102 SORP).

Section C	Notes to the accounts	(cont)						
Note 2	Accounting policies							
2.1 INCOME								
Recognition of income	<p>These are included in the Statement of Financial Activities (SoFA) when:</p> <ul style="list-style-type: none"> the charity becomes entitled to the resources; it is more likely than not that the trustees will receive the resources; and the monetary value can be measured with sufficient reliability. 	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Offsetting	There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Grants and donations	<p>Grants and donations are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP).</p> <p>In the case of performance related grants, income must only be recognised to the extent that the charity has provided the specified goods or services as entitlement to the grant only occurs when the performance related conditions are met (5.16 FRS 102 SORP).</p>	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Legacies	Legacies are included in the SoFA when receipt is probable, that is, when there has been grant of probate, the executors have established that there are sufficient assets in the estate and any conditions attached to the legacy are either within the control of the charity or have been met.	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Government grants	The charity has received government grants in the reporting period	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Tax reclaims on donations and gifts	Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Contractual income and performance related grants	This is only included in the SoFA once the charity has provided the related goods or services or met the performance related conditions.	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Donated goods	<p>Donated goods are measured at fair value (the amount for which the asset could be exchanged) unless impractical to do so.</p> <p>The cost of any stock of goods donated for distribution to beneficiaries is deemed to be the fair value of those gifts at the time of their receipt and they are recognised on receipt. In the reporting period in which the stocks are distributed, they are recognised as an expense at the carrying amount of the stocks at distribution.</p> <p>Donated goods for resale are measured at fair value on initial recognition, which is the expected proceeds from sale less the expected costs of sale, and recognised in 'Income from other trading activities' with the corresponding stock recognised in the balance sheet. On its sale the value of stock is charged against 'Income from other trading activities' and the proceeds from sale are also recognised as 'Income from other trading activities'.</p> <p>Goods donated for on-going use by the charity are recognised as tangible fixed assets and included in the SoFA as incoming resources when receivable.</p> <p>Gifts in kind for use by the charity are included in the SoFA as income from donations when receivable.</p>	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Donated services and facilities	<p>Donated services and facilities are included in the SoFA when received at the value of the gift to the charity provided the value of the gift can be measured reliably.</p> <p>Donated services and facilities that are consumed immediately are recognised as income with an equivalent amount recognised as an expense under the appropriate heading in the SoFA.</p>	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Support costs	The charity has incurred expenditure on support costs.	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Volunteer help	The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report.	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Income from interest, royalties and dividends	This is included in the accounts when receipt is probable and the amount receivable can be measured reliably.	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Income from membership subscriptions	<p>Membership subscriptions received in the nature of a gift are recognised in Donations and Legacies.</p> <p>Membership subscriptions which gives a member the right to buy services or other benefits are recognised as income earned from the provision of goods and services as income from charitable activities.</p>	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Settlement of insurance claims	Insurance claims are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS102 SORP) and are included as an item of other income in the SoFA.	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						
Investment gains and losses	This includes any realised or unrealised gains or losses on the sale of investments and any gain or loss resulting from revaluing investments to market value at the end of the year.	<table> <tr> <th>Yes</th><th>No</th><th>N/a</th></tr> <tr> <td>✓</td><td>✓</td><td>✓</td></tr> </table>	Yes	No	N/a	✓	✓	✓
Yes	No	N/a						
✓	✓	✓						

Note 2

Accounting policies

2.2 EXPENDITURE AND LIABILITIES

Liability recognition	Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.	Yes ✓	No ✓	N/a ✓
Governance and support costs	Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.	Yes ✓	No ✓	N/a ✓
	Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, eg allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.	Yes ✓	No ✓	N/a ✓
Grants with performance conditions	Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SoFA once the recipient of the grant has provided the specified service or output.	Yes ✓	No ✓	N/a ✓
Grants payable without performance conditions	Where there are no conditions attaching to the grant that enables the donor charity to realistically avoid the commitment, a liability for the full funding obligation must be recognised.	Yes ✓	No ✓	N/a ✓
Redundancy cost	The charity made no redundancy payments during the reporting period.	Yes ✓	No ✓	N/a ✓
Deferred income	No material item of deferred income has been included in the accounts.	Yes ✓	No ✓	N/a ✓
Creditors	The charity has creditors which are measured at settlement amounts less any trade discounts	Yes ✓	No ✓	N/a ✓
Provisions for liabilities	A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date	Yes ✓	No ✓	N/a ✓
Basic financial instruments	The charity accounts for basic financial instruments on initial recognition as per paragraph 11.7 FRS102 SORP. Subsequent measurement is as per paragraphs 11.17 to 11.19, FRS102 SORP.	Yes ✓	No ✓	N/a ✓

2.3 ASSETS

Tangible fixed assets for use by charity	These are capitalised if they can be used for more than one year, and cost at least £3,000. They are valued at cost.	Yes ✓	No ✓	N/a ✓
Intangible fixed assets	The depreciation rates and methods used are disclosed in note 9.2. The charity has intangible fixed assets, that is, non-monetary assets that do not have physical substance but are identifiable and are controlled by the charity through custody or legal rights. The amortisation rates and methods used are disclosed in note 9.5 They are valued at cost.	Yes ✓	No ✓	N/a ✓
Heritage assets	The charity has heritage assets, that is, non-monetary assets with historic, artistic, scientific, technological, geophysical or environmental qualities that are held and maintained principally for their contribution to knowledge and culture. The depreciation rates and methods used as disclosed in note 9.6.1.4.	Yes ✓	No ✓	N/a ✓
Investments	They are valued at cost. Fixed asset investments in quoted shares, traded bonds and similar investments are valued at initially at cost and subsequently at fair value (their market value) at the year end. The same treatment is applied to unlisted investments unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Investments held for resale or pending their sale and cash and cash equivalents with a maturity date of less than 1 year are treated as current asset investments	Yes ✓	No ✓	N/a ✓
Stocks and work in progress	Stocks held for sale as part of non-charitable trade are measured at the lower or cost or net realisable value. Goods or services provided as part of a charitable activity are measured at net realisable value based on the service potential provided by items of stock. Work in progress is valued at cost less any foreseeable loss that is likely to occur on the contract.	Yes ✓	No ✓	N/a ✓
Debtors	Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.	Yes ✓	No ✓	N/a ✓
Current asset investments	The charity has investments which it holds for resale or pending their sale and cash and cash equivalents with a maturity date less than one year. These include cash on deposit and cash equivalents with a maturity date of less than one year held for investment purposes rather than to meet short term cash commitments as they fall due. They are valued at fair value except where they qualify as basic financial instruments.	Yes ✓	No ✓	N/a ✓

Note 3

Analysis of income

	Unrestricted funds	Restricted income funds	Total funds £	Prior year £
Analysis				
Donations and legacies:				
Donations	148,990	-	148,990	153,467
General grants provided by government/other charities	1,361	-	1,361	7,320
Membership subscriptions and sponsorships	1,468	-	1,468	1,087
Total	151,820	-	151,820	161,874
Charitable activities:				
Grants	5,000	94,531	99,531	94,981
Rehoming	8,885	-	8,885	7,405
Mental Health	10,628	-	10,628	750
Other	1,263	-	1,263	-
Total	25,776	94,531	120,307	103,136
Other trading activities:				
Hire income	990	-	990	1,369
Total	990	-	990	1,369
TOTAL INCOME	178,586	94,531	273,117	266,379

Note 4

Analysis of receipts of government grants

	Description	This year £	Prior year £
Government grant	HMRC Job Retention Scheme	1,361	7,321
Total		1,361	7,321

Note 5

Analysis of expenditure

Analysis	This year			Last year		
	Unrestricted funds	Restricted income funds	Total funds	Unrestricted funds	Restricted income funds	Total funds
			£			£
Expenditure on raising funds:						
Staff Costs	21,857	-	21,857	21,354	-	21,354
Incurred seeking donations	-	-	-	116	-	116
Operating membership schemes and social lotteries	1,754	-	1,754	468	-	468
Advertising, marketing, direct mail and publicity	1,376	-	1,376	652	-	652
Total expenditure on raising funds	24,987	-	24,987	22,590	-	22,590
Expenditure on charitable activities:						
Staff Costs	51,767	53,355	105,122	59,030	59,649	118,679
Recruitment Costs	19	-	19	557	-	557
Veterinary and Medical Costs	7,771	11,115	18,886	15,276	3,660	18,936
Feed	3,671	3,915	7,586	5,852	301	6,153
Yard Expenditure	4,680	2,889	7,569	1,670	4,811	6,481
Equine Care	3,677	2,186	5,863	4,671	1,488	6,159
Training	574	-	574	2,001	-	2,001
Repairs and Renewals	1,931	1,212	3,143	1,518	4,123	5,641
Insurance	4,279	2,132	6,411	6,741	-	6,741
Professional Fees	11,222	1,718	12,940	9,476	-	9,476
Bank and Payment Charges	437	-	437	224	-	224
Computers and Internet	6,985	-	6,985	3,477	30	3,507
Utilities and Rates	24,498	8,797	33,295	31,743	131	31,874
Transport and Travel	3,289	239	3,528	4,990	65	5,055
Office Supplies	1,564	1,112	2,676	764	-	764
Depreciation	8,870	-	8,870	8,520	-	8,520
Programme Costs	45	4,334	4,379	665	294	959
Sundries	966	193	1,159	282	524	807
Total expenditure on charitable activities	136,245	93,197	229,442	157,457	75,077	232,534
TOTAL EXPENDITURE	161,232	93,197	254,428	180,047	75,077	255,124

Note 6 Details of certain items of expenditure**6.1 Fees for examination of the accounts**

Please provide details of the amount paid for any statutory external scrutiny of accounts and other services provided by your independent examiner. If nothing was paid please enter '0' in the appropriate box(es).

Independent examiner's fees

This year £	Last year £
720	720

Note 7 Paid employees

Please complete this note if the charity has any employees.

7.1 Staff Costs

Salaries and wages

Social security costs

Pension costs (defined contribution scheme)

Total staff costs

This year £	Last year £
118,153	129,821
5,271	6,528
3,554	3,684
126,978	140,033

Please provide the total amount paid to key management personnel (includes trustees and senior management) for their services to the charity. For specific amounts paid to trustees, see Note 28.

This year £	Last year £
74,006	67,070

7.2 Average head count in the year

The parts of the charity in which the employees work

Fundraising
Charitable Activities
Total

This year Number	Last year Number
1	1
5	6
6	7

Note 8 Defined contribution pension scheme or defined benefit scheme accounted for as a defined contribution scheme.

8.1 Please complete this note if a defined contribution pension scheme is operated.

Amount of contributions recognised in the SOFA as an expense

This year £	Last year £
3,554	3,684

Note 9 Tangible fixed assets*Please complete this note if the charity has any tangible fixed assets***9.1 Cost or valuation**

	Freehold land & buildings	Other land & buildings	Yard equipment	Total
	£	£	£	£
At the beginning of the year	1,104	563	54,805	56,472
Additions	-	-	7,980	7,980
Disposals	-	-	- 3,600	- 3,600
At end of the year	1,104	563	59,185	60,852

9.2 Depreciation and impairments

**Basis	RB	RB	SL
** Rate	25%	25%	4/7/10/20 years

At beginning of the year	755	326	14,743	15,824
Disposals	-	-	- 2,700	- 2,700
Depreciation	87	59	8,723	8,870
At end of the year	842	385	20,766	21,994

9.3 Net book value

Net book value at the beginning of the year	349	237	40,062	40,648
Net book value at the end of the year	262	178	38,419	38,858

Note 10 Debtors and prepayments

Please complete this note if the charity has any debtors or

10.1 Analysis of debtors

Trade debtors

Prepayments and accrued income

Taxation and social security

Total

This year	Last year
£	£
342	97
1,991	1,723
-	362
2,333	2,182

Note 11 Creditors and accruals

Please complete this note if the charity has any creditors or accruals.

11.1 Analysis of creditors

Trade creditors

Accruals and deferred income

Taxation and social security

Other creditors

Total

Amounts falling due within one year		Amounts falling due after more than one year	
This year	Last year	This year	Last year
£	£	£	£
1,506	1,115	-	-
3,131	1,884	-	-
1,774	-	-	-
491	3,029	-	-
6,903	6,028	-	-

Note 12 Cash at bank and in hand

Cash at bank and on hand

Total

This year	Last year
£	£
56,219	35,022
56,219	35,022

Note 13**Events after the end of the reporting period**

Please complete this note events (not requiring adjustment to the accounts) have occurred after the end of the reporting period but before the accounts are authorised which relate to conditions that arose after the end of the reporting period.

	This year	Last year
Please provide details of the nature of the event	The coronavirus pandemic and cost of living crisis continues to impact charity income, meaning staffing levels are lower than the charity would ideally like. A business recovery plan is in place to help the charity recover from the pandemic and then grow to meet demand for both the animal welfare services The Hugs Foundation provides and its well-being support.	We currently have just one member of staff on the furlough scheme. We are hoping to bring the staff member back to work in August 2021. We also have our yard manager on maternity leave meaning we have a very small yard team. A business recovery plan is in place to help the charity recover from the pandemic and then grow to meet demand for both the animal welfare services The Hugs Foundation provides and its well-being support.
Provide an estimate of the financial effect of the event or a statement that such an estimate cannot be made	The charity has put a plan in place to keep expenditure to a minimum whilst it recovers from the effects of the pandemic and survives the cost of living crisis. Income streams have been diversified and applications from trust and grant funding have been successful so far and so the Trustees are confident that the charity's plan will see the charity through this difficult time and steadily increase income once more.	The charity has put a plan in place to keep expenditure to a minimum whilst it recovers from the effects of the pandemic. Income stream have been diversified and applications from trust and grant funding have been successful so far and so the Trustees are confident that the charity's plan will see the charity through this difficult time and steadily increase income once more.

Section C

Notes to the accounts

(cont)

Note 14 Charity funds

14.1 Details of material funds held and movements during the CURRENT reporting period

* Key: PE - permanent endowment funds; EE - expendable endowment funds; R - restricted income funds, including special trusts, of the charity; and UR - unrestricted funds

Fund names	Type PE, EE, R or UR *	Purpose and Restrictions	Fund balances at 1 June 2021 £	Income £	Expenditure £	Transfers £	Fund balances at 31 May 2022 £
Network for Animals	R	Towards cost of horse welfare	-	2,000	-	-	-
Arnold Clark Foundation	R	Towards costs incurred running youth projects	-	2,000	-	-	1,000
Cornwall Community Foundation Social Enterprise Grant	R	To fund Animal Welfare Assistant staff costs	-	20,420	-	-	5,652
Petplan	R	To fund Hugs Helping Hands Rescue Pony Team Project	-	7,000	-	-	7,000
V Delaney Charitable Trust	R	Towards cost of horse welfare	-	2,166	-	-	2,166
Co-Op Local Community Fund	R	Towards play area, sensory garden and sensory room	2,348	-	-	-	-
Together for Families	R	Towards bursaries for family well-being sessions	3,164	-	-	-	-
Claire Milne Trust	R	Towards bursaries for well-being sessions	382	10,000	-	-	4,220
The Clara E Burgess Charitable Trust	R	Towards bursaries for well-being sessions	2,950	-	-	-	-
Jean Sainsbury Animal Welfare Trust	R	Towards animal care costs including salaries	-	8,000	-	-	-
Co-Op	R	Towards costs incurred running youth projects	-	445	-	-	445
Animal Rescue Foundation	R	Towards animal care costs and vet bills	983	-	-	-	-
		To fund costs including fencing, agility equipment, track system for laminitic ponies, items for the sensory garden and other running costs	5,400	-	-	-	-
The Annandale Charitable Trust	R	Youth project funding	-	1,000	-	-	1,000
Tesco Community Grant	R	Veterans Well-Being Project	3,369	-	-	-	-
National Lottery Awards for All	R	12 x care home visits	1,000	-	-	-	-
The Michael & Shirley Hunt Charitable Trust	R	Youth project funding	-	10,000	-	-	-
Postcode Local Trust	R	To fund costs including vet bills, food bills and Mudcontrol mats and sand	-	15,000	-	7,780	-
Pets at Home Foundation	R	Land Maintenance	797	-	-	-	-
Elise Pilkington Charitable Trust	R	To fund urgent well-being support and reduce self-harm and suicide in children and young people in Cornwall	-	1,500	-	-	1,500
The Norman Family Charitable Trust	R	Youth project funding	-	10,000	-	-	-
Garfield Weston Foundation	R	To fund 10 children/young people to access free well-being interventions	-	5,000	-	-	-
Duchy Health Charity	R	To fund 10 children/young people to access free well-being interventions	4,594	-	-	-	-
South West Water Neighbourhood Fund	R	To fund 8 children/young people to access free well-being interventions	4,442	-	-	-	-
Cornwall Community Foundation Karenza	R	N/A	42,395	178,586	-	7,780	67,529
Unrestricted Funds	UR		71,824	273,117	-	-	90,512
		Total Funds					

Section C

Notes to the accounts

(cont)

Note 14 Charity funds

14.2 Details of material funds held and movements during the PREVIOUS reporting period

* Key: PE - permanent endowment funds; EE - expendable endowment funds; R - restricted income funds, including special trusts, of the charity; and UR - unrestricted funds

Fund names	Type PE, EE R or UR *	Purpose and Restrictions	Fund balances at 1 June 2020 £	Income £	Expenditure £	Transfers £	Fund balances at 31 May 2021 £
Network for Animals	R	Towards cost of care for 4 rescue ponies	1,586	-	- 1,586	-	-
Network for Animals	R	Towards purchase of field shelters	-	6,000	-	6,000	-
Support Adoption for Pets Covid-19 Emergency Grant	R	Towards cost of vets bills, feed and bedding	2,822	-	- 2,822	-	-
Support Adoption for Pets Covid-19 Emergency Grant	R	Towards yard staffing costs	-	5,000	- 5,000	-	-
The Edward Gostling Foundation	R	Towards Youth Well-Being team salaries	-	3,400	- 3,400	-	-
Co-Op Local Community Fund	R	Towards play area, sensory garden and sensory room	721	1,869	- 242	-	2,348
Together for Families	R	Towards bursaries for family well-being sessions	5,714	-	- 2,550	-	3,164
Claire Milne Trust	R	Towards bursaries for well-being sessions	1,882	-	- 1,500	-	382
The Clara E Burgess Charitable Trust	R	Towards bursaries for well-being sessions	3,300	-	- 350	-	2,950
Animal Friends / Jean Sainsbury Animal Welfare Trust / Sylvia Waddilove Emergency Funding	R	Towards animal care costs including salaries	-	17,500	- 17,500	-	-
Cornwall Community Foundation Covid-19 Emergency Grant	R	To run 'A Daily Hug' Facebook Live project	-	9,907	- 9,907	-	-
Animal Rescue Foundation	R	Towards animal care costs and vet bills	-	6,500	- 5,517	-	983
		To fund costs including fencing, agility equipment, track system for laminitic ponies, items for the sensory garden and other running costs.	-	10,000	- 4,600	-	5,400
The Annandale Charitable Trust	R	Towards vet bills	-	250	- 250	-	-
Marjorie Coota Animal Charity Trust	R	Veterans Well-Being Project	-	4,043	- 674	-	3,369
National Lottery Awards for All	R	12 x care home visits	-	1,000	-	-	1,000
The Michael & Shirley Hunt Charitable Trust	R	Towards staff costs for 4 months	-	6,239	- 6,239	-	-
PetPlan Emergency Funding	R	Land Maintenance	-	4,940	- 4,143	-	797
Elise Pilkington Charitable Trust	R	A Daily Hug 12 week Project	-	5,297	- 5,297	-	-
Mind Coronavirus Mental Health Response Fund	R	Facebook Live Equipment	-	500	- 500	-	-
Tesco Bags of Help COVID-19 Communities Fund	R	Youth Services core costs	-	3,000	- 3,000	-	-
W O Street Charitable Foundation	R	To fund 10 children/young people to access free well-being interventions	-	4,594	-	-	4,594
South West Water Neighbourhood Fund	R	To fund 8 children/young people to access free well-being interventions	-	4,442	-	-	4,442
Cornwall Community Foundation Karenza	R	N/A	44,544	178,586	- 161,232	6,000	67,897
Unrestricted Funds	UR		60,569	273,067	- 236,309	-	97,327
Total Funds							

Section C	Notes to the accounts
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Note 15 **Charity funds (cont)**

15.1 Transfers between funds

This year

	Reason for transfer and where endowment is converted to income, legal power for its conversion	Amount
Between unrestricted and restricted funds	Funding received from Pets at Home Foundation to contribute towards the cost of Mudcontrol mats. These were purchased in September 21 and February 2022 for £7,980.	£ 7,780

Note 16 **Transactions with trustees and related parties**

If the charity has any transactions with related parties (other than the trustee expenses explained in guidance notes) details of such transactions should be provided in this note. If there are no transactions to report, please enter "True" in the box or "False" if there are transactions to report.

16.1 Trustee remuneration and benefits

This year

None of the trustees have been paid any remuneration or received any other benefits from an employment with their charity or a related entity

TRUE

Last year

None of the trustees have been paid any remuneration or received any other benefits from an employment with their charity or a related entity

TRUE

16.2 Transaction(s) with related parties

Please give details of any transaction undertaken by (or on behalf of) the charity in which a related party has a material interest, including where funds have been held as agent for related parties. If there are no such transactions, please enter 'true' in the box provided.

This year

There have been no related party transactions in the reporting period

FALSE

Name of the trustee or related party	Relationship to charity	Description of the transaction(s)	This Year	Last Year
Andrew Bowden	Chairman	Director of Carbonxgen Ltd which made donations to the charity during the year. Carbonxgen Ltd also own the land that the charity operates from. The charity pays a nominal rent back to Carbonxgen Ltd for using the land.	£ 120,000	£ 130,605