

Report of the Trustees and
Financial Statements
for the Year Ended 31 May 2023
for
ARTHOUSE Unlimited

Bennewith 2018 Limited (Statutory Auditors)
3 Wey Court
Mary Road
Guildford
Surrey
GU1 4QU

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for the Year Ended 31 May 2023

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Chair's Report
for the Year Ended 31 May 2023

This was our 5th Year of operation since we became a newly formed charity .

It has been another year affected by Covid and our focus has been on surviving and thriving at the same time. Our thanks go to all our Artists, Staff, and Volunteers, who have made such a contribution to the charity's development in very difficult times. We are offering over 80 placements a week (3840 a year) and are actively looking to ways to extend this number. The demand is there.

Above all we are grateful to all the customers who buy our products and help to spread the word about the Artists work and their capability.

The intervention of Covid meant that the Artists were cut off from the studio and we were working remotely with them. The result for this trading year was a shortage of originals, a delay in new products being developed and our ranges being updated.

This in turn affected the level of sales so instead of the steady growth we have achieved over many years this was a year where we achieved parity with the year before. In the end we looked at the results in detail and were happy with all we had achieved. We have continued to reduce our long term loans and plan to repay them in full in the next 2 years.

We enter this year in the middle of another "crisis - "the cost of living" with concern as to the strength of the High Street. But this year we have a strong portfolio of products and much in the pipeline to give us optimism. Last year we attended our usual 2 London trade exhibitions, and both were a success.

During the year we had a strong cost saving exercise. This was driven by a concern that if the sales had not held up then we needed to be able to withstand the pressures that were created. This was a successful programme and has set us off in a very positive frame of mind for the coming year.

We continue to work with Mencap in Newbury who are our partner that ships out all our customer orders. We are really pleased that this partnership has flourished as it helps them in their programme of support for the beneficiaries that they work with which totals over 60 individuals.

We are very grateful to all those individuals and grant giving foundations who have continued to support us in our endeavours and have made it possible to get through what has been a very tough period for everyone.

The annual party was held last year and if ever we need stimulating it is to see each Artist receive their individual certificate of achievement and their huge emotion at having been part of such a successful charity. Truly we achieve real inclusion in society every day for those whose lives are otherwise restricted.

Dr Colin Stokes MBE
Chair of Trustees

Report of the Trustees
for the Year Ended 31 May 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1177900

Principal address

96 High Street
Godalming
Surrey
GU7 1DW

Trustees

Dr Colin Stokes MBE
Jonathan Pepper
Anna Cross
Stephen Longdon
Joanna Nagel

Auditors

Bennewith 2018 Limited (Statutory Auditors)
3 Wey Court
Mary Road
Guildford
Surrey
GU1 4QU

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

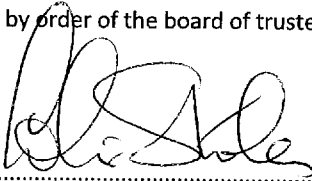
The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Report of the Trustees
for the Year Ended 31 May 2023

Approved by order of the board of trustees on8.12.23..... and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'Colin Stokes', written over a dotted line.

.....
Dr Colin Stokes MBE - Trustee

Report of the Independent Auditors to the Trustees of
ARTHOUSE Unlimited

Opinion

We have audited the financial statements of ARTHOUSE Unlimited (the 'charity') for the year ended 31 May 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 May 2023 and of its incoming resources and application of resources, 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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 charity'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 trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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.

In connection with our audit of the financial statements, 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 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.

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 Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the 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.

Report of the Independent Auditors to the Trustees of
ARTHOUSE Unlimited

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the entity and determined the most significant are those that relate to FRS 102 Section 1A, pension laws and regulations and tax regulations.

We assessed the risks of material misstatement in respect of fraud as follows:

- Enquiries made of management and those charged with governance as well as the payroll services
- Analytical procedures were used to identify if there were any unusual or unexpected relationships
- Discussions with management to identify any fraud risk factors of related party relationships and transactions

Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above.

Enquiries were made of management and those charged with governance. We corroborated our enquiries through the review of Board minutes and other papers provided. There was no contradictory evidence.

We considered the risk of fraud through management override and, in response, we incorporated testing of manual journal entries into our audit approach. We tested year end journals as well as journal entries throughout the year. There were no transactions identified outside the normal course of business.

Based on the results of our risk assessment we designed our audit procedures to identify and to address material misstatements in relation to fraud. We incorporated an element of unpredictability in the selection of the nature, timing, and extent of audit procedures.

Where transaction meeting risk criteria were identified, we carried out further work such as additional testing to source information.

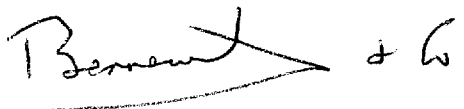
A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Report of the Independent Auditors to the Trustees of
ARTHOUSE Unlimited

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Bennewith 2018 Limited (Statutory Auditors)
3 Wey Court
Mary Road
Guildford
Surrey
GU1 4QU

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Date: 22 December 2023

Statement of Financial Activities
for the Year Ended 31 May 2023

		Unrestricted funds £	Restricted funds £	31.5.23 Total funds £	31.5.22 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	80,659	44,707	125,366	146,599
Charitable activities	4				
Shop sales		40,237	-	40,237	46,182
Commissions		36,008	-	36,008	20,615
Online retail sales		142,016	-	142,016	171,016
Trade sales		824,676	-	824,676	795,611
Art sessions		97,430	-	97,430	97,403
Corporate gift sales		16,392	-	16,392	26,933
Investment income	3	596	-	596	14
Total		<u>1,238,014</u>	<u>44,707</u>	<u>1,282,721</u>	<u>1,304,373</u>
EXPENDITURE ON					
Raising funds	5	18,354	-	18,354	(25,439)
Charitable activities	6				
Goods Purchased for Resale		524,160	-	524,160	566,854
Miscellaneous Purchases		4,353	-	4,353	3,001
Packaging and Carriage- Retail Sales		17,636	-	17,636	2,720
Marketing and PR		14,192	-	14,192	34,016
Courier Fees		-	-	-	5,702
Package and Carriage - Trade Sales		53,078	-	53,078	73,553
Artist Materials		1,851	-	1,851	1,664
Fundraising expenses		-	417	417	-
Trade show costs		30,147	-	30,147	-
Other		<u>502,560</u>	<u>72,719</u>	<u>575,279</u>	<u>577,719</u>
Total		<u>1,166,331</u>	<u>73,136</u>	<u>1,239,467</u>	<u>1,239,790</u>
NET INCOME/(EXPENDITURE)		71,683	(28,429)	43,254	64,583
RECONCILIATION OF FUNDS					
Total funds brought forward		175,808	43,639	219,447	154,864
TOTAL FUNDS CARRIED FORWARD		<u>247,491</u>	<u>15,210</u>	<u>262,701</u>	<u>219,447</u>

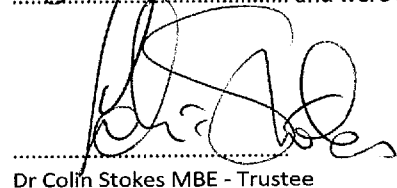
The notes form part of these financial statements

Balance Sheet

31 May 2023

	Notes	Unrestricted funds £	Restricted funds £	31.5.23 Total funds £	31.5.22 Total funds £
FIXED ASSETS					
Tangible assets	14	17,175	-	17,175	26,082
CURRENT ASSETS					
Stocks	15	132,490	-	132,490	150,844
Debtors: amounts falling due within one year	16	104,278	-	104,278	50,168
Prepayments and accrued income		10,777	-	10,777	21,926
Cash at bank		237,447	15,210	252,657	224,553
		<u>484,992</u>	<u>15,210</u>	<u>500,202</u>	<u>447,491</u>
CREDITORS					
Amounts falling due within one year	17	(155,467)	-	(155,467)	(84,732)
		<u>329,525</u>	<u>15,210</u>	<u>344,735</u>	<u>362,759</u>
NET CURRENT ASSETS					
		<u>346,700</u>	<u>15,210</u>	<u>361,910</u>	<u>388,841</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>346,700</u>	<u>15,210</u>	<u>361,910</u>	<u>388,841</u>
CREDITORS					
Amounts falling due after more than one year	18	(99,209)	-	(99,209)	(169,394)
		<u>247,491</u>	<u>15,210</u>	<u>262,701</u>	<u>219,447</u>
NET ASSETS					
		<u>247,491</u>	<u>15,210</u>	<u>262,701</u>	<u>219,447</u>
FUNDS	19				
Unrestricted funds				247,491	175,808
Restricted funds				15,210	43,639
TOTAL FUNDS				<u>262,701</u>	<u>219,447</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 8.12.23 and were signed on its behalf by:



Dr Colin Stokes MBE - Trustee

**Cash Flow Statement
for the Year Ended 31 May 2023**

	Notes	31.5.23 £	31.5.22 £
Cash flows from operating activities			
Cash generated from operations	1	25,043	68,953
Net cash provided by operating activities		25,043	68,953
Cash flows from investing activities			
Purchase of tangible fixed assets		(3,736)	(21,216)
Sale of tangible fixed assets		6,797	-
Net cash provided by/(used in) investing activities		3,061	(21,216)
Change in cash and cash equivalents in the reporting period		28,104	47,737
Cash and cash equivalents at the beginning of the reporting period		224,553	176,816
Cash and cash equivalents at the end of the reporting period		252,657	224,553

The notes form part of these financial statements

**Notes to the Cash Flow Statement
for the Year Ended 31 May 2023**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.5.23	31.5.22
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	43,254	64,583
Adjustments for:		
Depreciation charges	5,844	10,686
Decrease/(increase) in stocks	18,354	(25,439)
Increase in debtors	(42,960)	(24,607)
Increase in creditors	551	43,730
	<hr/>	<hr/>
Net cash provided by operations	<u>25,043</u>	<u>68,953</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.6.22	Cash flow	At 31.5.23
	£	£	£
Net cash			
Cash at bank	224,553	28,104	252,657
	<hr/>	<hr/>	<hr/>
	224,553	28,104	252,657
	<hr/>	<hr/>	<hr/>
Total	<u>224,553</u>	<u>28,104</u>	<u>252,657</u>

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 May 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

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

Legacies are accounted for when received.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity 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.

Stocks

Stock consists of good for resale. Stocks are valued at the lower of cost and net realisable value.

Taxation

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

Bounce back loan scheme

The Charity received Government support during the year ended 31.05.2021 in the form of the Bounce Back Loan Scheme. Some payments have been made in the current period and the remaining balance at the year end is £43,981.52 (2022: £49,537.04).

Notes to the Financial Statements - continued
for the Year Ended 31 May 2023

2. DONATIONS AND LEGACIES

	31.5.23	31.5.22
	£	£
Donations	124,018	145,523
Gift aid	1,348	1,076
	<u>125,366</u>	<u>146,599</u>

3. INVESTMENT INCOME

	31.5.23	31.5.22
	£	£
Investment income	<u>596</u>	<u>14</u>

4. INCOME FROM CHARITABLE ACTIVITIES

		31.5.23	31.5.22
	Activity	£	£
Charitable Activities	Shop sales	40,237	46,182
Charitable Activities	Commissions	36,008	20,615
Charitable Activities	Online retail sales	142,016	171,016
Charitable Activities	Trade sales	824,676	795,611
Charitable Activities	Art sessions	97,430	97,403
Charitable Activities	Corporate gift sales	16,392	26,933
		<u>1,156,759</u>	<u>1,157,760</u>

5. RAISING FUNDS

Other trading activities		31.5.23	31.5.22
		£	£
Opening stock		150,844	125,405
Closing stock		<u>(132,490)</u>	<u>(150,844)</u>
		<u>18,354</u>	<u>(25,439)</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2023**

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £
Goods Purchased for Resale	524,160
Miscellaneous Purchases	4,353
Packaging and Carriage- Retail Sales	17,636
Marketing and PR	14,192
Package and Carriage - Trade Sales	53,078
Artist Materials	1,851
Fundraising expenses	417
Trade show costs	30,147
	<u>645,834</u>

7. SUPPORT COSTS

	Other £	Governance costs £	Totals £
Other resources expended	<u>115,325</u>	<u>8,000</u>	<u>123,325</u>

8. AUDITORS' REMUNERATION

	31.5.23 £	31.5.22 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	4,400	4,000
Auditors' remuneration for non audit work	<u>3,600</u>	<u>2,000</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 May 2023 nor for the year ended 31 May 2022.

Trustees' expenses

During the year £1,539 was reimbursed for expenses, £Nil in the previous year.

10. STAFF COSTS

	2022 £	2021 £
Wages and salaries	375,110	337,810
Social security	28,510	29,734
Pension costs	18,330	19,610
Other staff costs	3,354	3,070
Total	<u>425,305</u>	<u>390,224</u>

Notes to the Financial Statements - continued
for the Year Ended 31 May 2023

10. STAFF COSTS - continued

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

	31.5.23	31.5.22
Staff	18	27

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

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	66,512	80,087	146,599
Charitable activities			
Shop sales	46,182	-	46,182
Commissions	20,615	-	20,615
Online retail sales	171,016	-	171,016
Trade sales	795,611	-	795,611
Art sessions	97,403	-	97,403
Corporate gift sales	26,933	-	26,933
Investment income	14	-	14
Total	1,224,286	80,087	1,304,373
EXPENDITURE ON			
Raising funds	(25,439)	-	(25,439)
Charitable activities			
Goods Purchased for Resale	566,854	-	566,854
Miscellaneous Purchases	3,001	-	3,001
Packaging and Carriage- Retail Sales	2,720	-	2,720
Marketing and PR	34,016	-	34,016
Courier Fees	5,702	-	5,702
Package and Carriage - Trade Sales	73,553	-	73,553
Artist Materials	1,252	412	1,664
Other	531,510	46,209	577,719
Total	1,193,169	46,621	1,239,790
NET INCOME	31,117	33,466	64,583
RECONCILIATION OF FUNDS			
Total funds brought forward	144,691	10,173	154,864
TOTAL FUNDS CARRIED FORWARD	175,808	43,639	219,447

Notes to the Financial Statements - continued
for the Year Ended 31 May 2023

12. KEY MANAGEMENT

The total amount of employee benefits received by its Key Management personnel was £59,365.02 (2022: £54,591).

13. FUTURE COMMITMENTS

At 31 May 2022 the Charity had annual commitments under operating leases as follows:

	96 High Street £	Vehicle £	Total 2021 £	Total 2022 £
Within one year	35,000	3,637	38,637	35,000
Within 2-5 years	161,863	10,305	172,168	175,000
More than 5 years	-	-	-	21,863
Total	196,863	13,942	210,805	231,863

14. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 June 2022	6,800	46,298	8,457	61,555
Additions	-	3,736	-	3,736
Disposals	(6,800)	(12,599)	-	(19,399)
At 31 May 2023	-	37,435	8,457	45,892
DEPRECIATION				
At 1 June 2022	-	30,707	4,766	35,473
Charge for year	-	4,406	1,440	5,846
Eliminated on disposal	-	(12,602)	-	(12,602)
At 31 May 2023	-	22,511	6,206	28,717
NET BOOK VALUE				
At 31 May 2023	-	14,924	2,251	17,175
At 31 May 2022	6,800	15,591	3,691	26,082

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Furniture, fittings and office equipment

20%-33.3% straight line

Notes to the Financial Statements - continued
for the Year Ended 31 May 2023

15. STOCKS

	31.5.23	31.5.22
	£	£
Goods held for resale	132,490	150,844

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.5.23	31.5.22
	£	£
Trade debtors	104,278	50,168

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.5.23	31.5.22
	£	£
Trade creditors	38,630	25,461
Taxation and social security	19,592	23,924
Other creditors	97,245	35,347
	155,467	84,732

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

	31.5.23	31.5.22
	£	£
Other creditors	99,209	169,394

19. MOVEMENT IN FUNDS

	At 1.6.22	Net movement in funds	At 31.5.23
	£	£	£
Unrestricted funds			
General fund	175,808	71,683	247,491
Restricted funds			
Awards for all	4,722	(4,722)	-
Fundraising	417	(417)	-
Artist fund	1,500	(1,500)	-
Big Issue	31,000	(31,000)	-
Wates foundation	6,000	(3,290)	2,710
Philip King Charitable Trust	-	12,500	12,500
	43,639	(28,429)	15,210
TOTAL FUNDS	219,447	43,254	262,701

Notes to the Financial Statements - continued
for the Year Ended 31 May 2023

19. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,238,014	(1,166,331)	71,683
Restricted funds			
Awards for all	-	(4,722)	(4,722)
Fundraising	-	(417)	(417)
The National Lottery Community Fund	32,207	(32,207)	-
Artist fund	-	(1,500)	(1,500)
Big Issue	-	(31,000)	(31,000)
Wates foundation	-	(3,290)	(3,290)
Philip King Charitable Trust	12,500	-	12,500
	<u>44,707</u>	<u>(73,136)</u>	<u>(28,429)</u>
TOTAL FUNDS	<u><u>1,282,721</u></u>	<u><u>(1,239,467)</u></u>	<u><u>43,254</u></u>

Comparatives for movement in funds

	At 1.6.21 £	Net movement in funds £	At 31.5.22 £
Unrestricted funds			
General fund	144,691	31,117	175,808
Restricted funds			
Awards for all	4,722	-	4,722
Fundraising	417	-	417
The National Lottery Community Fund	3,534	(3,534)	-
Artist fund	1,500	-	1,500
Big Issue	-	31,000	31,000
Wates foundation	-	6,000	6,000
	<u>10,173</u>	<u>33,466</u>	<u>43,639</u>
TOTAL FUNDS	<u><u>154,864</u></u>	<u><u>64,583</u></u>	<u><u>219,447</u></u>

Notes to the Financial Statements - continued
for the Year Ended 31 May 2023

19. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,224,286	(1,193,169)	31,117
Restricted funds			
The National Lottery Community Fund	42,087	(45,621)	(3,534)
Big Issue	31,000	-	31,000
Wates foundation	7,000	(1,000)	6,000
	<u>80,087</u>	<u>(46,621)</u>	<u>33,466</u>
TOTAL FUNDS	<u>1,304,373</u>	<u>(1,239,790)</u>	<u>64,583</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.6.21 £	Net movement in funds £	At 31.5.23 £
Unrestricted funds			
General fund	144,691	102,800	247,491
Restricted funds			
Awards for all	4,722	(4,722)	-
Fundraising	417	(417)	-
The National Lottery Community Fund	3,534	(3,534)	-
Artist fund	1,500	(1,500)	-
Wates foundation	-	2,710	2,710
Philip King Charitable Trust	-	12,500	12,500
	<u>10,173</u>	<u>5,037</u>	<u>15,210</u>
TOTAL FUNDS	<u>154,864</u>	<u>107,837</u>	<u>262,701</u>

Notes to the Financial Statements - continued
for the Year Ended 31 May 2023

19. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	2,462,300	(2,359,500)	102,800
Restricted funds			
Awards for all	-	(4,722)	(4,722)
Fundraising	-	(417)	(417)
The National Lottery Community Fund	74,294	(77,828)	(3,534)
Artist fund	-	(1,500)	(1,500)
Big Issue	31,000	(31,000)	-
Wates foundation	7,000	(4,290)	2,710
Philip King Charitable Trust	12,500	-	12,500
	<u>124,794</u>	<u>(119,757)</u>	<u>5,037</u>
TOTAL FUNDS	<u>2,587,094</u>	<u>(2,479,257)</u>	<u>107,837</u>

20. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 May 2023.

21. ULTIMATE CONTROLLING PARTY

The Board of Trustees are considered to be the ultimate controlling party.

22. FUNDS**General Fund**

The general fund is used for the day to day running of the Charity.

Awards for All

This fund is for the purpose of recruiting, supporting and training volunteers.

Fundraising

This fund is for the purpose of employing a fundraising consultant for 12 months.

The National Lottery Fund

This fund is to support the provision of art opportunities in Surrey communities, specifically for adults with a dual diagnosis of a complex learning disability and epilepsy.

Artist Fund

This fund is to enable provision of improved and bespoke sound, communication and IT equipment for use by the Artists to enhance the atmosphere and working environment of the studio.

Wates Foundation

Received for the provision of support work training for the Art Instructors

Big Issue Grant

Notes to the Financial Statements - continued
for the Year Ended 31 May 2023

22. FUNDS - continued

Funding provided for improvement of premises which can be moved in the future should ARTHOUSE Unlimited relocate.

**Detailed Statement of Financial Activities
for the Year Ended 31 May 2023**

	31.5.23 £	31.5.22 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	124,018	145,523
Gift aid	1,348	1,076
	<hr/> 125,366	<hr/> 146,599
Investment income		
Investment income	596	14
Charitable activities		
Charitable Activities	1,156,759	1,157,760
	<hr/> 1,282,721	<hr/> 1,304,373
Total incoming resources		
EXPENDITURE		
Other trading activities		
Opening stock	150,844	125,405
Closing stock	(132,490)	(150,844)
	<hr/> 18,354	<hr/> (25,439)
Charitable activities		
Marketing and PR	14,609	34,016
Artist materials	1,851	1,664
Goods purchased for sale	518,858	566,854
Carriage/courier	12,656	5,702
Packaging and carriage	63,360	76,273
Miscellaneous purchases	4,353	3,001
Trade show costs	30,147	-
	<hr/> 645,834	<hr/> 687,510
Other		
Wages	427,837	375,111
Social security	-	28,510
Pensions	-	18,330
Bank charges	4,881	3,363
Professional fees	13,392	2,345
Bad debts	-	300
Other staff costs	-	3,354
Depreciation of tangible fixed assets	5,844	10,686
	<hr/> 451,954	<hr/> 441,999

This page does not form part of the statutory financial statements

Detailed Statement of Financial Activities
for the Year Ended 31 May 2023

	31.5.23 £	31.5.22 £
Support costs		
Other		
Insurance	864	-
Light and heat	5,552	5,849
Telephone	28,631	44,671
Sundries	13,103	12,033
Rent and rates	50,954	47,221
Travelling	9,416	7,619
Printing and stationery	(25)	6,616
Maintenance, equipment hire and rental	6,830	5,711
	<hr/> 115,325	<hr/> 129,720
Governance costs		
Auditors' remuneration	4,400	4,000
Auditors' remuneration for non audit work	3,600	2,000
	<hr/> 8,000	<hr/> 6,000
Total resources expended	<hr/> 1,239,467	<hr/> 1,239,790
Net income	<hr/> <hr/> 43,254	<hr/> <hr/> 64,583