

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended

30 April 2021

Charity No: 1178169

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Annual Report and Financial Statements

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'CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Charity Reference and Administrative Details

30 April 2021

Charity number: 1178169

Trustees: B O'Doherty
R J Haigh
S Hosny
S Faragher
A Southern (appointed 1 September 2020)
K Mooney (appointed 1 September 2020)

Director: R Davison

Principal office: Suite 26
2nd Floor
Oriel Chambers
Water Street
Liverpool
Merseyside
L2 8TD

Bankers: Santander UK plc
Liverpool Business Centre
7th Floor, No4 St Paul's Place
Old Hall Street
Liverpool
Merseyside

Auditor: Mitchell Charlesworth LLP
Chartered Accountants
5 Temple Square
Temple Street
Liverpool
L2 5RH

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Trustees' Annual Report For the year ended 30 April 2021

The trustees present their report together with the unaudited financial statements of the charity for the year ended 30 April 2021. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

Trustees of the charity

The trustees who have served during the year and since the year end were as follows:

B O'Doherty
R J Haigh
S Hosny
S Faragher
A Southern (appointed 1 September 2020)
K Mooney (appointed 1 September 2020)

Governing document

The charity was registered on 30 April 2018 and is governed by a foundation model constitution adopted on the same date.

Objectives and activities

The objects of the charity are:

1. The prevention or relief of poverty in the United Kingdom by:-
 - Providing fresh meals to individuals in need and working with charities or other organisations working to prevent or relieve poverty;
 - Undertaking and supporting research into the causes and effects of poverty and publishing the useful results for the public benefit.
2. To preserve and protect health for the public benefit by providing or assisting in the provision of education on healthy eating, training and other appropriate projects that enable individuals to be self-sufficient in gaining access to good food.

Review of activities

The charitable focus of the charity was through the following activities:

Slow Cooker programme:

The programme was interrupted by COVID and the block on social gatherings. We did however manage some training in between lockdowns. A total of 60 people were trained, each receiving a slow cooker, cookery training and 4 slow cooker meal bags each (960 meals in total). Feedback from the sessions tells us that households eat better during and immediately after our training.

'CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Trustees' Annual Report (continued) For the year ended 30 April 2021

The programme was funded with grants from:

- Postcode lottery
- ClwydAlyn HA

COVID Response:

During the first lockdown, we delivered over 70,000 meals to households shielding. This included deliveries across Liverpool and the Flintshire region of North Wales. Families were supported with both ready meals and meals they could cook for themselves.

The approach was funded by:

A contract with Flintshire County Council and grants from;

- The National Lottery
- Moondance Foundation
- Liverpool City Council

Upgrade of production kitchen:

As part of our approach to increase production and be in a stronger position to increase our food supply to both our commercial partners and to families in food poverty, we secured a £300k grant from Welsh Government. The grant was spent designing and installing a new production kitchen approach. The improvements mean we now have the capacity to produce 20,000 meals per week.

Well-Fed at Home:

We piloted the Well-Fed at Home meal box scheme, not as a development opportunity in our last trustees report. The box scheme allows families to purchase high quality meal boxes cheaper than they could from any other supplier. The box scheme will roll out to as we move through 2021/22.

Commercial services:

We provide commercial catering services to:

- 1 primary school (300 children)
- 1 nursery (80 children)
- 8 care homes (370 adults)

The net profit from these services is applied to helping us assist families in food poverty.

Public benefit statement

The trustees have had due regard to the guidance published by the Charity Commission on public benefit.

Financial review

Income for the year was £1,377,604 (2020 £724,321) including capital grants of £325,000 (2020 £155,258). Funding is a mixture of both restricted and unrestricted with any unspent amounts at the balance sheet date being carried forward to be spent in the next financial year.

At 30 April 2021 total group reserves stood at £882,813 (2020 £318,785) of which £556,722 (2020 £154,576) were restricted and £326,091 (2020 £164,209) were unrestricted.

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Trustees' Annual Report (continued)
For the year ended 30 April 2021

Reserves policy

It has been agreed by the trustees that it is prudent to have a cash reserve to cover future uncertainties in unrestricted funding. At the current time, the charity is not in a position to hold a cash reserve but the trustees in conjunction with the management team are looking at ways to increase income that would generate reserves over the longer period.

Risk policy

The trustees have assessed the major risks to which the charity is exposed. A formal risk register is in place for food production systems which will be extended to financial and other risks over the coming year. The trustees are satisfied that systems are in place to mitigate exposure to the risks identified.

Investment policy

Under the governing document, the charity has the power to invest in any way the trustees may lawfully choose.

Plans for the future

The plans for the immediate (1-2 year) future include:

We will launch the FoodStore: A meals on wheels service for households in food poverty.

Mobile Shops: Looking to tackle poor access to food in the towns and villages of North Wales. We plan to launch 2 mobile shops during the 2021/22 financial year.

Organisation

Structure, governance and management

The board of trustees administers the charity and meets at least four times a year.

A Director is appointed by the trustees to manage the day-to-day operations of the charity. To facilitate effective operations, the Board has delegated authority to the Director for all operational matters including finance, employment and performance related activity.

Policy on setting the remuneration of the Senior Management Team

The trustees consider the Director and the Senior Management Team to be the key management personnel of the charity in charge of directing and controlling the charity and running and operating the charity on a day-to-day basis.

It is the charity's policy to pay staff at rates reflecting the local market and in line with similar organisations.

Trustee appointment, induction and training

New trustees undergo an induction to brief them on:

- Their legal obligations under charity and company law
- The content of the governing document
- Decision making processes
- The business plan
- Recent financial performance of the charity
- The Code of Conduct for Board Members
- Their responsibilities for safeguarding children

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Trustees' Annual Report (continued)
For the year ended 30 April 2021

Trustee appointment, induction and training

During the induction period board members arrangements are made for them to meet key employees and other trustees.

Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role. The charity ensures adequate funds are available for trustees to undertake training in relation to their roles and responsibilities.

Trustees' responsibilities statement

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

Charity law applicable to charities in England and Wales 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 of the charity for that period. In preparing these financial statements, the trustees are required to:-

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK 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 operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011. 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.

On Behalf of the Board



B O'Doherty
Trustee

3 December 2021

Mitchell Charlesworth LLP

Chartered Accountants

5 Temple Square Temple Street Liverpool L2 5RH

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Independent Auditor's Report to the Trustees of Can Cook CIO and its subsidiary undertakings

Year ended 30 April 2021

Opinion

We have audited the financial statements of Can Cook CIO (the 'parent charity') and its subsidiaries (the 'group') for the year ended 30 April 2021 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows and the 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 including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent 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 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 about the group's or the parent charity's ability to continue as a going concern for a period of at least twelve months from the date 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.

Mitchell Charlesworth LLP

Chartered Accountants

5 Temple Square · Temple Street · Liverpool · L2 5RH

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Independent Auditor's Report to the Trustees of Can Cook CIO and its subsidiary undertakings

Year ended 30 April 2021

Other information

The other information comprises the information included in the Trustees' Annual Report, other than the financial statements and our Auditor's Report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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 there is 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 in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information in the financial statements is inconsistent in any material respect with the trustees' report, or
- sufficient accounting records have not been kept by the parent charity, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charity's 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.

Other matters

The corresponding figures in the financial statements are unaudited.

Mitchell Charlesworth LLP

Chartered Accountants

5 Temple Square · Temple Street · Liverpool · L2 5RH

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Independent Auditor's Report to the Trustees of Can Cook CIO and its subsidiary undertakings

Year ended 30 April 2021

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the group's and parent 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 group or the parent charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 151 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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

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

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

Mitchell Charlesworth LLP

Chartered Accountants

5 Temple Square · Temple Street · Liverpool · L2 5RH

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Independent Auditor's Report to the Members of Can Cook CIO and its subsidiary undertakings

Year ended 30 April 2021

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the industry and sector, control environment and business performance;
- the charity's own assessment of the risks that irregularities may occur either as a result of fraud or error;
- the results of our enquiries of management and members of the Board of Trustees of their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the charity's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; and
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; and
 - the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following areas:

(i) The presentation of the group and parent charity's Statement of Financial Activities, (ii) the charity's accounting policy for revenue recognition including capital grants, (iii) the overstatement of salary and other costs, and (iv) the understatement of creditors. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Charities Act, the Charities (Accounts and Reports) Regulations 2008 and the Statement of Recommended Practice - 'Accounting and Reporting by Charities' issued by the joint SORP making body.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the charity's ability to operate or to avoid a material penalty. These included Food Hygiene Regulations.

Mitchell Charlesworth LLP

Chartered Accountants

5 Temple Square · Temple Street · Liverpool · L2 5RH

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Independent Auditor's Report to the Trustees of Can Cook CIO and its subsidiary undertakings

Year ended 30 April 2021

Audit response to risks identified

In addition to the above, our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with relevant laws and regulations described above as having a direct effect on the financial statements;
- enquiring of management and members of the Board of Trustees concerning actual and potential litigation and claims;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing correspondence with relevant authorities where matters identified were significant;
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

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

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

Mitchell Charlesworth LLP

Chartered Accountants

5 Temple Square · Temple Street · Liverpool · L2 5RH

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

**Independent Auditor's Report to the Trustees of
Can Cook CIO and its subsidiary undertakings**

Year ended 30 April 2021

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 auditor's 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.



**Mitchell Charlesworth LLP
Chartered Accountants
Statutory Auditor**

6 December 2021

3rd Floor
5 Temple Square
Temple Street
Liverpool
Merseyside L2 5RH

Mitchell Charlesworth LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Consolidated Statement of Financial Activities (including Income and Expenditure Account)
For the year ended 30 April 2021

	Notes	Unrestricted Funds £	Restricted Revenue Funds £	Restricted Capital Funds £	2021 Total £	2020 Total £
Income from:						
Donations and legacies	2	24,278	-	-	24,278	3,624
Charitable activities	3	555,427	467,117	325,000	1,347,544	717,958
Other trading activities	4	5,619	-	-	5,619	2,489
Investments	5	163	-	-	163	250
Total income		585,487	467,117	325,000	1,377,604	724,321
Expenditure on:						
Charitable activities	6	423,605	354,117	35,854	813,576	561,026
Total expenditure		423,605	354,117	35,854	813,576	561,026
Net income/(expenditure)	9	161,882	113,000	289,146	564,028	163,295
Transfers between funds		-	(21,500)	21,500	-	-
Reconciliation of funds:		161,882	91,500	310,646	564,028	163,295
Total funds brought forward	18	164,209	7,000	147,576	318,785	155,490
Total funds carried forward	18	326,091	98,500	458,222	882,813	318,785

All income and expenditure derive from continuing activities.

The statement of financial activities includes all gains and losses recognised during the year.

The notes on pages 16 to 29 form part of these financial statements

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Consolidated Statement of Financial Activities (including Income and Expenditure Account) For the year ended 30 April 2021

Comparative information for the year ended 30 April 2020

	Notes	Unrestricted Funds £	Restricted Revenue Funds £	Restricted Capital Funds £	2020 Total £
Income from:					
Donations and legacies	2	3,624	-	-	3,624
Charitable activities	3	317,562	245,138	155,258	717,958
Other trading activities	4	2,489	-	-	2,489
Investments	5	250	-	-	250
Total income		323,925	245,138	155,258	724,321
Expenditure on:					
Charitable activities	6	315,206	238,138	7,682	561,026
Total expenditure		315,206	238,138	7,682	561,026
Net income/(expenditure)	9	8,719	7,000	147,576	163,295
Reconciliation of funds:					
Total funds brought forward	18	155,490	-	-	155,490
Total funds carried forward	18	164,209	7,000	147,576	318,785

All income and expenditure derive from continuing activities.

The statement of financial activities includes all gains and losses recognised during the year.

The notes on pages 16 to 29 form part of these financial statements

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Balance Sheets As at 30 April 2021

	Notes	Group		Charity	
		2021 £	2020 £	2021 £	2020 £
Fixed assets					
Tangible assets	13	515,349	147,907	46,186	-
Investments	14	-	-	101	101
		<u>515,349</u>	<u>147,907</u>	<u>46,287</u>	<u>101</u>
Current assets					
Debtors	15	278,185	73,248	183,951	-
Cash at bank and in hand		442,849	384,389	135,716	34,172
		<u>721,034</u>	<u>457,637</u>	<u>319,667</u>	<u>34,172</u>
Creditors					
Amounts falling due within one year	16	(353,570)	(286,759)	(247,630)	(110,370)
		<u>367,464</u>	<u>170,878</u>	<u>72,037</u>	<u>(76,198)</u>
Net current assets/(liabilities)					
		<u>882,813</u>	<u>318,785</u>	<u>118,324</u>	<u>(76,097)</u>
Funds					
Unrestricted funds	18	326,091	164,209	(22,209)	(83,097)
Restricted funds	18	556,722	154,576	140,533	7,000
Total funds	19	<u>882,813</u>	<u>318,785</u>	<u>118,324</u>	<u>(76,097)</u>

The financial statements on pages 12 to 29 were approved by the Board of Trustees and authorised for issue on 3 December 2021 and signed on its behalf by:

B O'Doherty
Trustee



Company Registration Number: 04587220

The notes on pages 16 to 29 form part of these financial statements

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Consolidated Statement of Cash Flows For the year ended 30 April 2021

	Notes	2021 £	2020 £
Cash flow from operating activities	21	131,824	207,832
Corporation tax received		-	13,926
Cash flow from investing activities			
Proceeds of disposal of tangible fixed assets		8,178	11,411
Capital grants received		325,000	155,258
Payments to acquire tangible fixed assets		(406,705)	(69,130)
Interest received		163	250
Net cash flow from investing activities		(73,364)	97,789
Net increase in cash and cash equivalents		58,460	319,547
Cash and cash equivalents at 1 May 2020		384,389	64,842
Cash and cash equivalents at 30 April 2021		442,849	384,389
Cash and cash equivalents consists of:-			
Cash at bank		440,183	381,865
Cash in hand		2,666	2,524
Cash and cash equivalents at 30 April 2021		442,849	384,389

The notes on pages 16 to 29 form part of these financial statements

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements
For the year ended 30 April 2021

1. Summary of significant accounting policies

General information and basis of preparation

Can Cook CIO is a charity registered in England and Wales. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity. The address of the principal office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are described in the Trustees' Report on page 4.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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 issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, and UK Generally Accepted Accounting Practice.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the 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) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are prepared in sterling which is the functional currency of the charity, and rounded to the nearest £1.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Funds

Unrestricted funds are funds available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements For the year ended 30 April 2021

1. Summary of significant accounting policies (continued)

Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). Further detail is given in the Trustees' Annual Report.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to special performance conditions and is recognised as earned as the related services are provided. Grant income included in this category provides funding to support performance activities and is recognised when there is entitlement, certainty of receipt and the amounts can be measured with sufficient reliability.

Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Cost of raising funds includes costs incurred in running fundraising events.
- Expenditure on charitable activities includes costs incurred in the provision of education, health and social inclusion activities.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, and administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a pro-rata basis consistent with use of the resources.

The analysis of these costs is included in note 7.

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements For the year ended 30 April 2021

1. Summary of significant accounting policies (continued)

Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended. Individual assets are capitalised on the balance sheet where their cost exceeds £500.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Computer and other equipment	25-33% per annum
Fixtures and fittings	25% per annum
Refurbishment costs	5% per annum

Investments

Investments in subsidiaries are measured at cost less impairment.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements For the year ended 30 April 2021

1. Summary of significant accounting policies (continued)

Basic financial assets

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

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

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

Leases

Rentals payable and receivable under operating leases are charged to the SoFA on a straight line basis over the period of the lease.

Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1, Schedule 6 of the Finance Act 2010 and therefore meets the definition of a charitable company for UK corporation tax purposes.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties, including those arising from COVID-19 exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements For the year ended 30 April 2021

2. Income from donations and legacies			Unrestricted Funds	
			2021	2020
			Total	Total
			£	£
Grants receivable				
Coronavirus Job Retention Scheme			11,482	2,132
Coronavirus Discretionary Support			10,000	-
Donations			2,796	1,492
			<u>24,278</u>	<u>3,624</u>
3. Income from charitable activities			2021	2020
	Unrestricted	Restricted	Total	Total
	£	£	£	£
Grants receivable				
People's Postcode Lottery	-	19,900	19,900	20,000
ClwydAlyn Housing Limited	-	91,667	91,667	133,333
Flintshire County Council	-	110,000	110,000	10,000
Flintshire County Council - capital	-	-	-	150,000
Liverpool City Council - Summer Lunch Scheme	-	-	-	23,750
Liverpool City Council - capital	-	-	-	5,258
Liverpool City Council	-	-	-	33,555
Steve Morgan Foundation	-	2,500	2,500	17,500
Reach Fund	-	-	-	7,000
Moondance Foundation	30,000	120,000	150,000	-
Big Lottery	-	74,050	74,050	-
Tesco Community	1,166	-	1,166	-
Welsh Government	-	300,000	300,000	-
Betsi Cadwaladr – University Local Health Board	-	28,000	28,000	-
The Key Fund	-	46,000	46,000	-
Contracts to deliver good food	524,261	-	524,261	317,562
	<u>555,427</u>	<u>792,117</u>	<u>1,347,544</u>	<u>717,958</u>
£400,396 of the above income in 2020 was attributable to restricted funds and £317,562 of the above income in 2020 was attributable to unrestricted funds.				
4. Income from other trading activities			Unrestricted Funds	
			2021	2020
			Total	Total
			£	£
Sales of foodstuffs			5,619	2,489
5. Income from investments			Unrestricted Funds	
			2021	2020
			£	£
Interest receivable			163	250

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements For the year ended 30 April 2021

6. Analysis of expenditure on charitable activities	2021	2020
	Total	Total
	£	£
Direct costs	764,968	532,651
Support costs (see note 8)	48,608	28,375
	<u>813,576</u>	<u>561,026</u>
7. Allocation of support costs	2021	2020
	£	£
Governance (see note 9)	22,810	10,070
Depreciation	2,913	754
Surplus on disposal of tangible fixed assets	(6,175)	224
Legal and professional	13,770	3,705
Information technology	1,854	2,342
Advertising	7,670	2,658
Telephone	3,679	4,299
Printing and stationery	515	911
Other	1,572	(61)
Irrecoverable VAT	-	3,473
	<u>48,608</u>	<u>28,375</u>
8. Governance costs	2021	2020
	£	£
Auditors' remuneration	4,000	-
Independent examination	-	2,400
Accountancy	18,810	7,670
	<u>22,810</u>	<u>10,070</u>
9. Net income/(expenditure) for the year	2021	2020
	£	£
This is stated after charging:-		
Depreciation of tangible fixed assets	37,260	24,462
Surplus on disposal of tangible fixed assets	(6,175)	224
Auditors' remuneration - audit	4,000	-
Auditors' remuneration – non audit fees	10,650	3,750
Independent examination	-	2,400
Operating lease rentals	-	40,223
	<u></u>	<u></u>

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements
For the year ended 30 April 2021

10. Taxation

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

11. Trustees' and key management personnel remuneration and expenses

The trustees neither received nor waived any remuneration during the year (2020 - £Nil).

The trustees did not have any expenses reimbursed during the year (2020 - £Nil).

The key management personnel of the charity comprise the Director (acting as Chief Executive), Head Chef and Trainer, Office Manager and Communities Programme Manager.

The total amount of employee benefits received by the key management personnel is £139,002 (2020 - £129,791).

12. Staff costs and employee benefits

Number of employees

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

	2021 Number	2020 Number
Total	12	13
The total staff costs and employee benefits were as follows:-	2021 £	2020 £
Wages and salaries	242,694	258,901
Social security costs	13,859	17,659
Defined contribution pension costs	4,418	4,740
	260,971	281,300

There were no employees receiving benefits (excluding employer pension costs) in excess of £60,000 per annum (2020 - Nil).

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements
For the year ended 30 April 2021

13. Tangible fixed assets	Leasehold improvements	Kitchen equipment	Office equipment	Motor vehicles	Total
Group	£	£	£	£	£
Cost					
At 1 May 2020	42,664	154,281	11,301	18,249	226,495
Additions	49,654	182,388	34,292	140,371	406,705
Disposals	-	-	-	(18,249)	(18,249)
At 30 April 2021	92,318	336,669	45,593	140,371	614,951
Depreciation					
At 1 May 2020	2,333	56,829	6,346	13,080	78,588
Charge for the year	6,239	17,056	2,913	11,052	37,260
Released on disposals	-	-	-	(16,246)	(16,246)
At 30 April 2021	8,572	73,885	9,259	7,886	99,602
Net book value					
At 30 April 2021	83,746	262,784	36,334	132,485	515,349
At 30 April 2020	40,331	97,452	4,955	5,169	147,907
				Motor vehicles	Total
Charity				£	£
Cost					
Additions				51,385	51,385
At 30 April 2021				51,385	51,385
Depreciation					
Charge for the year				5,199	5,199
At 30 April 2021				5,199	5,199
Net book value					
At 30 April 2021				46,186	46,186
At 30 April 2020				-	-

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements
For the year ended 30 April 2021

14. Fixed asset investments

	Shares in subsidiary undertakings £
At 1 May 2020 and at 30 April 2021	101

Details of the charity's subsidiaries at 30 April 2021 are as follows:

Name of undertaking	Registered office	Class of shares held	% of class of shares	% of voting rights
Can Cook (Food) Limited	England and Wales	'A' Ordinary	100	76
Well-Fed (Services) Limited	England and Wales	Ordinary	100	100

	Profit for year £	Capital and reserves £
Can Cook (Food) Limited	43,434	266,444
Well-Fed (Services) Limited	83,783	83,784

15. Debtors

	Group		Charity	
	2021 £	2020 £	2021 £	2020 £
Trade debtors	149,954	29,102	-	-
Other taxes	58,814	10,367	52,512	-
Other debtors	57,895	27,512	-	-
Prepayments and accrued income	11,522	6,267	5,147	-
Amounts due from group undertakings	-	-	126,292	-
	<u>278,185</u>	<u>73,248</u>	<u>183,951</u>	<u>-</u>

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements For the year ended 30 April 2021

16. Creditors: Amounts falling due within one year	Group		Charity	
	2021 £	2020 £	2021 £	2020 £
Trade creditors	183,708	73,057	5,360	2,400
Amounts owed to group undertakings	-	-	216,670	98,720
Other tax and social security costs	275	3,737	-	-
Accruals and deferred income	138,206	202,164	18,850	2,500
Other creditors	31,381	7,801	6,750	6,750
	<u>353,570</u>	<u>286,759</u>	<u>247,630</u>	<u>110,370</u>

17. Deferred income	Group		Charity	
	2021 £	2020 £	2021 £	2020 £
At 1 May 2020	196,494	15,049	-	-
Additions during the year	131,350	196,494	16,350	-
Amounts released to income	(196,494)	(15,049)	-	-
At 30 April 2021	<u>131,350</u>	<u>196,494</u>	<u>16,350</u>	<u>-</u>

Deferred income represents grants and contract income received in advance from various sources.

18. Fund reconciliation

Unrestricted funds	As at 01.05.20 £	Income £	Expenditure £	Transfers £	As at 30.04.21 £
Group					
General funds	164,209	585,487	(423,605)	-	326,091
Charity					
General funds	(83,097)	61,088	(200)	-	(22,209)

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements
For the year ended 30 April 2021

18. Fund reconciliation (continued)

Restricted funds	As at 01.05.20	Income	Expenditure	Transfers	As at 30.04.21
Group	£	£	£	£	£
ClwydAlyn Housing Limited	-	91,667	(91,667)	-	-
Flintshire County Council	-	110,000	(110,000)	-	-
Flintshire County Council - capital	142,648	-	(13,517)	-	129,131
Liverpool City Council - capital	4,928	-	(2,718)	-	2,210
People's Postcode Lottery	-	19,900	(19,900)	-	-
Steve Morgan Foundation	-	2,500	(2,500)	-	-
Reach Fund	7,000	-	(7,000)	-	-
Big Lottery	-	74,050	(52,800)	-	21,250
Moondance Foundation	-	120,000	(717)	-	119,283
Welsh Government	-	300,000	(15,152)	-	284,848
Betsi Cadwaladr – University Local Health Board	-	28,000	(28,000)	-	-
The Key Fund	-	46,000	(46,000)	-	-
	154,576	792,117	(389,971)	-	556,722
Charity					
Steve Morgan Foundation	-	2,500	(2,500)	-	-
Reach Fund	7,000	-	(7,000)	-	-
People's Postcode Lottery	-	19,900	(19,900)	-	-
Big Lottery	-	74,050	(52,800)	-	21,250
Moondance Foundation	-	120,000	(717)	-	119,283
	7,000	216,450	(82,917)	-	140,533

Comparative information in respect of the preceding period is as follows:

Unrestricted funds	As at 01.05.19	Income	Expenditure	Transfers	As at 30.04.20
Group	£	£	£	£	£
General funds	155,490	323,925	(315,206)	-	164,209
Charity					
General funds	(83,097)	-	-	-	(83,097)

*CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements For the year ended 30 April 2021

18. Fund reconciliation (continued)

Restricted funds	As at				As at
Group	01.05.19	Income	Expenditure	Transfers	30.04.20
	£	£	£	£	£
ClwydAlyn Housing Limited	-	133,333	(133,333)	-	-
Flintshire County Council	-	10,000	(10,000)	-	-
Flintshire County Council - capital	-	150,000	(7,352)	-	142,648
Liverpool City Council - Summer Lunch Scheme	-	23,750	(23,750)	-	-
Liverpool City Council - capital	-	5,258	(330)	-	4,928
People's Postcode Lottery	-	20,000	(20,000)	-	-
Liverpool City Council	-	33,555	(33,555)	-	-
Steve Morgan Foundation	-	17,500	(17,500)	-	-
Reach Fund	-	7,000	-	-	7,000
	-	400,396	(245,820)	-	154,576
Charity					
People's Postcode Lottery	-	20,000	(20,000)	-	-
Liverpool City Council	-	33,555	(33,555)	-	-
Steve Morgan Foundation	-	17,500	(17,500)	-	-
Reach Fund	-	7,000	-	-	7,000
	-	78,055	(71,055)	-	7,000

ClwydAlyn Housing Limited – has provided a contribution to the running costs of Well-Fed Services Limited and the slow cooker programme.

Flintshire County Council – has provided a contribution to fund the response to the additional needs arising from the COVID-19 pandemic.

Flintshire County Council – capital – a capital contribution towards the relocation of the production kitchen from Liverpool to Flintshire.

Liverpool City Council – Summer Lunch Scheme - a contribution the running costs towards feeding children in during school holidays.

Liverpool City Council – capital - a contribution towards additional capital investment.

People's Postcode Lottery and Liverpool City Council – provided funding as a contribution towards the slow cooker programme.

Steve Morgan Foundation – funded a member of staff to manage the Good Food Hubs programme in deprived areas.

Reach Fund – has provided funding to retain a consultant to assist with fundraising and investment proposals.

Big Lottery - Grant to support the production and delivery of meals to people shielding during the first lockdown period of Covid.

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements For the year ended 30 April 2021

18. Fund reconciliation (continued)

Moondance Foundation – provided funding to assist with our Covid response, delivering meals to families shielding during the pandemic.

Welsh Government – provided capital funding for the design and upgrade to the kitchen facilities. This has enabled the group to increase the capacity of our food production.

Betsi Cadwaladr – University Local Health Board – Funding to support the delivery of a slow cooker programme together with fresh meals to the community of Plas Madoc in Wrexham, North Wales.

The Key Fund - Grant to support some staff salaries and help Can Cook (food) overcome the impact of the initial Covid measures.

19. Analysis of net assets between funds	Unrestricted funds	Restricted Revenue funds	Restricted capital funds	Total
Fund balances at 30 April 2021 are represented by:	£	£	£	£
Group				
Tangible fixed assets	68,632	-	446,717	515,349
Cash at bank and in hand	332,844	98,500	11,505	442,849
Other net current (liabilities)	(75,385)	-	-	(75,385)
	<u>326,091</u>	<u>98,500</u>	<u>458,222</u>	<u>882,813</u>
Charity				
Tangible fixed assets	4,153	-	42,033	46,186
Investments	101	-	-	101
Cash at bank and in hand	37,216	98,500	-	135,716
Other net current (liabilities)	(63,679)	-	-	(63,679)
	<u>(22,209)</u>	<u>98,500</u>	<u>42,033</u>	<u>118,324</u>

Comparative information in respect of the preceding period is as follows:

	Unrestricted funds	Restricted revenue funds	Restricted capital funds	Total
Fund balances at 30 April 2020 are represented by:	£	£	£	£
Group				
Tangible fixed assets	81,440	-	66,467	147,907
Cash at bank and in hand	296,280	7,000	81,109	384,389
Other net current (liabilities)	(213,511)	-	-	(213,511)
	<u>164,209</u>	<u>7,000</u>	<u>147,576</u>	<u>318,785</u>

CAN COOK CIO AND ITS SUBSIDIARY UNDERTAKINGS

Notes to the Financial Statements For the year ended 30 April 2021

19. Analysis of net assets between funds (continued)	Unrestricted funds £	Restricted revenue funds £	Restricted capital funds £	Total £
Charity				
Investments	101	-	-	101
Cash at bank and in hand	27,172	7,000	-	34,172
Other net current (liabilities)	(110,370)	-	-	(110,370)
	<u>(83,097)</u>	<u>7,000</u>	<u>-</u>	<u>(76,097)</u>

20. Reconciliation of net movement in funds to net cash flow from operating activities	2021 £	2020 £
Net income/(expenditure) for year	564,028	163,295
Depreciation of tangible fixed assets	37,260	24,462
Surplus on disposal of tangible fixed assets	(6,175)	(1,909)
Capital grants receivable	(325,000)	(155,258)
Interest receivable	(163)	(250)
(Increase) in debtors	(204,937)	(34,784)
Increase in creditors	66,811	212,276
Net cash flow from operating activities	<u>131,824</u>	<u>207,832</u>

21. Financial commitments

The charity had capital commitments of £Nil at 30 April 2021 (2020 - £Nil).

22. Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	Group		Charity	
	2021 £	2020 £	2021 £	2020 £
Within one year	4,662	5,120	-	-
Two to five years	3,840	7,680	-	-
Total	<u>8,502</u>	<u>12,800</u>	<u>-</u>	<u>-</u>

23. Related party transactions

There were no related party transactions during the year (2020 - £Nil).