

Charity Registration No. 1185186

POSITIVE PATH FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

POSITIVE PATH FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mrs J Atkinson Mr R G Balfour-Lynn Mr M Atkinson Mrs J Summers	(Appointed 17 February 2021)
	Mrs M Vrahimi	(Appointed 17 November 2020)
Charity number	1185186	
Principal address	The New Cabin Station Road Sway Lymington SO41 6AA	
Independent Examiner	S Coleman ACA Gerald Edelman LLP 73 Cornhill London EC3V 3QQ	
Bankers	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ	

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POSITIVE PATH FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2021

The Trustees present their annual report and financial statements for the year ended 30 September 2021.

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 accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The charity's objects are to promote social inclusion for the public benefit of adults with physical and learning challenges in Hampshire and Dorset by preventing people from becoming socially excluded, relieving the needs of those people who are socially excluded and assisting them to integrate into society.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

The charity pursues these activities by holding events to achieve the following:

1. To aid adults with physical and learning challenges in Hampshire and Dorset to build friendships and relationships
2. To set up events to facilitate member interactions in a safe environment, employing suitably qualified supporting assistants
3. To assist members with social interaction, communication and life skills through our weekly workshops and varied social events.
4. To create a more positive future for adults with physical and learning challenges as there are currently no alternative organisations offering this locally or nationally.

A number of such events were held in the period and were acknowledged as a success by those who attended.

Achievements and performance

The charity currently has 45 active members. The expansion of the membership base has increased since the end of the COVID-19 pandemic lockdowns. Membership growth occurred through referrals from local authorities, social services, social prescribers and also by word of mouth recommendations.

During the year we held two to three events and one workshop each month. As a result of restrictions on public gatherings fundraising events were limited to a single summer outdoor fete which was well supported by the local community. There have been a significant number of requests for talks from support groups to explain the charity's services.

Financial review

The net income in the year was £1,433 (2020-£2,420).

Total income was £30,271 (2020-£24,845) which included income from core services of £17,583 (2020-£1,997) and commissioned services of £2,047 (2020 - £nil). Donations were £10,641 (2020- £22,533).

Total expenditure was £28,838 (2020-£22,425) which included all event administration costs and other running costs of the charity.

POSITIVE PATH FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

The charity has no fixed reserves policy at present and will continue to be supported by the Trustees as and when further funds are required. There is a recognition that external funds will be required to assist the progression of the charity and in that regard the Trustees are in the process of applying for funding from suitable sources and organisations.

The Trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is a Charitable Incorporated Organisation registered with the Charity Commission on 5 September 2019 and is ruled by a Constitution of the same date.

The Trustees who served during the year and up to the date of signature of the financial statements were:

Mrs J Atkinson
Mr R G Balfour-Lynn
Mr M Atkinson
Mrs J Summers
Mrs M Vrahimi

(Appointed 17 February 2021)
(Appointed 17 November 2020)

Additional Trustees are appointed by the Board at their discretion taking into account their suitability and background.

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The day to day activities of the charity are dealt with by the trustee Mrs J Atkinson supported by a part time administrative officer.

The Trustees' report was approved by the Board of Trustees.



Mrs J Atkinson
Trustee
Dated: 9 March 2022

POSITIVE PATH FOUNDATION

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 30 SEPTEMBER 2021

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

The 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 year.

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;
- 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; and
- 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 sufficient 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, 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.

POSITIVE PATH FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 2021

		Unrestricted funds 2021 £	Unrestricted funds 2020 £
	Notes		
Income from:			
Donations and legacies	2	10,641	22,533
Charitable activities	3	19,630	2,312
Total Income		30,271	24,845
Expenditure on:			
Fundraising and event costs		1,714	2,790
Charitable activities	4	27,124	19,635
Total expenditure		28,838	22,425
Net Income for the year/ Net movement in funds		1,433	2,420
Fund balances at 1 October 2020		2,420	-
Fund balances at 30 September 2021		3,853	2,420

POSITIVE PATH FOUNDATION

BALANCE SHEET

AS AT 30 SEPTEMBER 2021

	Notes	2021 £	£	£	£
Fixed assets					
Tangible assets	7		2,343		2,632
Current assets					
Income tax recoverable		500		-	
Cash at bank and in hand		2,124		728	
		<u>2,624</u>		<u>728</u>	
Creditors: amounts falling due within one year	8	<u>(1,114)</u>		<u>(940)</u>	
Net current assets/(liabilities)			1,510		(212)
Total assets less current liabilities			<u>3,853</u>		<u>2,420</u>
Income funds					
Unrestricted funds			3,853		2,420
			<u>3,853</u>		<u>2,420</u>

The financial statements were approved by the Trustees on 9 March 2022

J. Atkinson

Mrs J Atkinson
Trustee

POSITIVE PATH FOUNDATION

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

1 Accounting policies

Charity Information

Positive Path Foundation is a Charitable Incorporated Organisation registered in England and Wales. The registered office is the The New Cabin Station Road, Sway, Lymington, Hampshire SO41 6BA.

1.1 Accounting convention

The financial statements have been prepared in accordance 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 accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements 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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

1.2 Going concern

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

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

1.4 Income

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

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Subscriptions from members are recognised in the year in which they fall due.

POSITIVE PATH FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

(Continued)

1.5 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and the irrecoverable element of VAT is included in the expenses to which it relates.

Fundraising costs include costs incurred in raising the profile of the charity to include marketing and website provision.

Charitable expenditure relates to those costs incurred directly associated with the provision of services relating to the primary objectives of the charity being costs incurred either directly or costs in supporting such activities.

Support costs include governance costs which cover expenditure relating to public accountability of the charity and its compliance with regulation and good practice. These costs include those incurred with regard to strategic planning, legal and audit fees and meeting its statutory obligations

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Computers and equipment	20%
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 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.

POSITIVE PATH FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 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

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 payments 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.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Comparative figures

There are no comparative figures included in these accounts as these are the first accounts of the charity.

1.12 Taxation

As a registered charity the Society is exempt from taxation on its activities which fall within the scope of part 10 ITA 2007 and section 256 of the Taxation of Chargeable Gains Act 1992.

2 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	10,641	22,533

POSITIVE PATH FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

3 Income from Charitable Activities

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Core Services		
Event contributions	14,649	1,040
Membership subscriptions	2,934	957
	17,583	1,997
Commissioned Services	2,047	-
Other Income	-	315
	<u>19,630</u>	<u>2,312</u>

4 Charitable activities

	Total 2021	Total 2020
	£	£
Staff costs	2,250	-
Depreciation	781	658
Event costs	18,441	4,444
	<u>21,472</u>	<u>5,102</u>
Support costs	4,712	12,393
Governance costs	940	2,140
	<u>27,124</u>	<u>19,635</u>

5 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year. No expenses were repaid to the trustees in the period.

6 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Total	<u>1</u>	<u>-</u>

POSITIVE PATH FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

6	Employees	(Continued)	
	Employment costs	2021	2020
		£	£
	Wages and salaries	2,250	-
		<u> </u>	<u> </u>

There were no employees whose annual remuneration was more than £60,000.

7	Tangible fixed assets	Computers and equipment
		£
	Cost	
	At 1 October 2020	3,290
	Additions	492
		<u> </u>
	At 30 September 2021	3,782
		<u> </u>
	Depreciation and Impairment	
	At 1 October 2020	658
	Depreciation charged in the year	781
		<u> </u>
	At 30 September 2021	1,439
		<u> </u>
	Carrying amount	
	At 30 September 2021	2,343
		<u> </u>
	At 30 September 2020	2,632
		<u> </u>

8	Creditors: amounts falling due within one year	2021	2020
		£	£
	Other taxation and social security	174	-
	Accruals and deferred income	940	940
		<u> </u>	<u> </u>
		1,114	940
		<u> </u>	<u> </u>

9 Related party transactions

Included in donation income is the sum of £4,750 (2020-£20,131) received from the Trustees. There were no other disclosable related party transactions during the year