

FARESHARE NORTH EAST

England & Wales · Charity number 1189901

Details

Status Registered

Legal form CIO

Registered 2020-06-11

Register [View on the Charity Commission register](#)

Contact

Address Fareshare North East
Stamfordham Road
Westerhope
Newcastle Upon Tyne
NE5 5HH

Phone 01914476226

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Activities

Objects: A) THE RELIEF OF POVERTY AND THE PROMOTION OF GOOD HEALTH AND NUTRITION IN NORTH EAST ENGLAND BY REDISTRIBUTING SURPLUS PRODUCE (IN PARTICULAR FOOD) TO ORGANISATIONS WORKING TO MEET THE NEEDS OF INDIVIDUALS IN SOCIAL, ECONOMIC, HEALTH-RELATED OR EMOTIONAL DISTRESS, AND THE NEEDS OF CHILDREN; AND B) THE CONSERVATION, PROTECTION AND IMPROVEMENT OF THE PHYSICAL ENVIRONMENT THROUGH THE REDUCTION OF FOOD WASTE.

Activities: THE RELIEF OF POVERTY AND THE PROMOTION OF GOOD HEALTH AND NUTRITION IN NORTH EAST ENGLAND BY REDISTRIBUTING SURPLUS PRODUCE (IN PARTICULAR FOOD) TO ORGANISATIONS WORKING TO MEET THE NEEDS OF INDIVIDUALS IN SOCIAL, ECONOMIC, HEALTH-RELATED OR EMOTIONAL DISTRESS, AND THE NEEDS OF CHILDREN; AND THE CONSERVATION, PROTECTION AND IMPROVEMENT OF THE PHYSICAL ENVIRONMENT THROUGH REDUCTION OF FOOD WASTE

Classification

- **How:** Provides Services
- **What:** General Charitable Purposes, The Prevention Or Relief Of Poverty, Environment/conservation/heritage, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People, People With Disabilities, Other Charities Or Voluntary Bodies

Geography

- Throughout England

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£723,093	£824,193	£430,451	15
2024-03-31	£613,151	£639,858	£531,551	15
2023-03-31	£744,077	£557,432	£558,258	13
2022-03-31	£392,894	£509,247	£371,613	11
2021-03-31	£568,533	£259,553	£308,980	9

Trustees

Name	Role	Appointed
Jane Tiplady	Chair	2020-06-11
Antonia Sintra Brindle		2025-10-29
Carol Butts		2026-01-28
Catharine Mitchell		2022-05-09
Catherine Louise Duhaut		2025-10-29
Craig Bankhead		2020-06-11
Harry Barham		2023-09-18
Matthew John Stephenson		2025-10-29
Molly Malliris		2020-06-11
Natalie Louise Perkins		2026-01-28
Navid Moalemi		2026-01-28
Susan Catherine Brown		2026-01-28

Accounts

FARESHARE NORTH EAST
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Charity Number: 1189901

DEBÉRE LIMITED
Chartered Accountants
Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

FARESHARE NORTH EAST
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

CONTENTS	PAGES
Officers and professional advisers	1
Trustees' annual report	2 to 4
Independent Examiners Report	5
Statement of financial activities	6
Balance sheet	7
Notes to the financial statements	8 - 21

FARESHARE NORTH EAST
MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS
YEAR ENDED 31 MARCH 2025

Reference and Administrative Information

Registered Office	Stamfordham Road Westerhope Newcastle upon Tyne Tyne and Wear NE5 5HH
Board of Trustees	Craig Bankhead Jane Tiplady Andrew Hook – resigned 13 May 2025 Molly Malliris Valerie Bell – resigned 29 April 2024 Steven Richardson – resigned 30 January 2025 Catharine Mitchell Martin Brooks – resigned 9 June 2025 Christopher Parsons – resigned 31 August 2025 Harry Barham
Chief Executive	Jake Hanmore
Independent Examiner	Debére Limited Chartered Accountants Swallow House Parsons Road Washington Tyne and Wear NE37 1EZ
Bankers	Virgin Money 30 St Vincent Place Glasgow G1 2HL

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES
YEAR ENDED 31 MARCH 2025

The trustees present their report with the financial statements of the charity for the year ended 31 March 2025. The trustees have adopted the provisions of 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 & Activities

The charity's objectives are contained in its Foundation Constitution, which states:

- (a) The relief of poverty and the promotion of good health and nutrition in North East England by redistributing surplus produce (in particular food) to organisations working to meet the needs of individuals in social, economic, health-related or emotional distress, and the needs of children; and
- (b) The conservation, protection and improvement of the physical environment through the reduction of food waste.

The trustees have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing aims and objectives, and in planning future activities. In particular, the trustees consider how planned activities will contribute to the aims & objectives they have set.

Details of specific aims, activities, and achievements are included in the Achievements and Performance section of the Trustees Report below.

Achievements & Performance

During 2024 to 2025 FareShare North East delivered to 267 community groups across the region, supporting 185 from our Newcastle warehouse and 82 from our Middlesbrough warehouse, which we opened in March 2023. Over the course of the year we redistributed 1,352 tonnes of surplus food to these community groups, out of a total of 1,905 tonnes food received – with the balance being stored in our two warehouses as inventory to be used in future.

Compared to last year, 2023 -2024, we rescued an additional 433 tonnes and redistributed an additional 83 tonnes to an extra 37 community groups.

The food mix has changed during this year; around 50% of what we redistribute consists of fresh fruits & vegetables, with the rest being a mix of chilled, frozen, and ambient items – with the amount of 'retail ready' surplus decreasing, FareShare North East are redistributing increasing quantities of catering sized product or unfinished product directly from food production lines.

Our impact within the community remains strong, with our most recent survey data finding that 85% of community groups are able to access an increased variety of food through working with us, 82% are able to provide more fresh fruit & vegetables to their beneficiaries, and 78% say that they are able to stretch their organisation's budget further by accessing food through FareShare. Without us, 80% of community groups report that they would have to scale back the food services they provide, and 43% say that it is extremely likely that they would have to close entirely.

As a charity, we are heavily reliant on volunteers to help us to get good food to good causes. During this financial year we a total of 255 people volunteer with us, of which around 140 are regular volunteers with us. These volunteers supported us with a combined 23,566 hours of their time with volunteers supporting us across the charity, and all of our van drivers are volunteers.

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
YEAR ENDED 31 MARCH 2025

Financial Review

Like all charities, the challenging fundraising environment has continued for FareShare North East during 2024 – 2025 and is expected to continue well into 2025- 2026. As members of NCVO we have access to regular reports on issues affecting the sector, we have found that grant funding has become much harder to secure, and we have also had multi-year funding come to a natural end during this period.

Despite these challenging headwinds FareShare North East were able to successfully attract funding in the latter part of the financial year from key trusts & foundations. Although we had successes, this challenging funding landscape has led to a substantial deficit during 2024 - 2025, which the charity covered using charity reserves.

Given the ongoing challenges across the sector, the Trustees and Executive have implemented a strategy to strengthen the fundraising team, investing in additional capacity, and to diversify fundraising income to be less reliant on grants, trusts, & foundations. New areas of activity including a new approach to corporate partnerships, and a greater focus on campaigns, hosted events, and mass participation events throughout the year.

Principle Funding Sources

The charity has a mix of funding sources, from grants, trusts, corporate partners, and contributions from community groups through membership of FareShare North East's redistribution activities.

Notable funders this year include:

- Barbour Foundation
- Esmee Fairbairn
- Newcastle City Council Local Community Partnership Fund
- Sir James Knott Trust
- Garfield Weston

Corporate Partners

- Newcastle Building Society
- Sage

Reserves Policy

The Trustees have set reserves target of the equivalent of between 3 & 6 months of operational costs, which would create a target for 2025 – 2026 of between £206,048 and £412,097.

As at 31 March 2025 the total unrestricted reserves were £293,957, of which £99,011 belongs to a designated capital fund, whilst £194,946 consists of unrestricted funds to cover operational costs.

Plans for Future Periods

The changing nature of surplus food is going to be a key focus for the charity in coming years. Increasingly, FareShare North East is finding that 'retail ready' surplus food is becoming less widely available. In some ways this is a positive step, as less finished products are becoming surplus with retailers & wholesales, reducing waste overall, but it does mean that the mix of surplus food that a community group receives from us is changing. Supporting the community in adapting to this changing food landscape will be a key area of focus for FareShare North East in the coming years.

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
YEAR ENDED 31 MARCH 2025

To support future sustainability, and to help respond to the changing food mix, FareShare North East intends to:

- Develop a new programme of corporate partnerships as part of a wider diversification of fundraising income
- Introduce afternoon van delivery runs to increase the utilisation of charity assets
- Increasing the proportion of fresh produce shared with community groups
- Continue to support our community groups in adapting to new types of surplus food, and manage the decrease in 'retail ready' surplus

FareShare North East is keenly aware of the demand in the community in the region, particularly in the Tees Valley area, and will actively seek to deliver more in this area should we be able to secure funding to do so.

Trustees' responsibilities in relation to the Financial Statements

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 income 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 charity SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures being disclosed and explained in the financial statements; and
- Prepare the financial statements on a 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 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 responsible for safeguarding the assets of the charity and, hence, taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Examiner

A Resolution to appoint Claire Miller at Debére Limited as Independent Examiner for the ensuing year will be proposed at the Annual General Meeting. These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the trustees on 22 January 2026 and signed on its behalf by

Jane Tiplady
Chair

FARESHARE NORTH EAST
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
FARESHARE NORTH EAST
YEAR ENDED 31 MARCH 2025

I report on the accounts of the Charitable Incorporated Organisation for the year ended 31 March 2025, which are set out on pages 6 to 21.

Respective Responsibilities of Trustees and Examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this period under section 144(2) of the Charities Act 2011 ('the 2011 Act'), and that an independent examiners report is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of Independent Examiners Report

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the accounts. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently, I express no opinion as to whether the accounts present a 'true and fair view' and my report is limited to those specific matters set out in the independent examiner's statement.

Independent Examiner's Statement

In connection with my examination, no matter has come to my attention:

(1) Which gives me reasonable cause to believe that, in any material respect, the requirements to:

- keep accounting records in accordance with s130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act.

have not been met; or

(2) to which in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Claire Miller BA (Hons) FCA
Independent Examiner

ON BEHALF OF DEBÉRE LIMITED
Chartered Accountants

Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

Date: 22 January 2026

FARESHARE NORTH EAST
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MARCH 2025

	Note	Unrestricted Funds General £	Unrestricted Funds Designated £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Income from:						
Investment income	4	5,592	—	—	5,592	5,635
Charitable activities	5	397,187	—	290,469	687,656	561,185
Donations and legacies		<u>29,845</u>	<u>—</u>	<u>—</u>	<u>29,845</u>	<u>46,331</u>
Total income		<u>432,624</u>	<u>—</u>	<u>290,469</u>	<u>723,093</u>	<u>613,151</u>
Expenditure:						
Charitable activities		<u>505,285</u>	<u>21,927</u>	<u>296,981</u>	<u>824,193</u>	<u>639,858</u>
Total expenditure	6	<u>505,285</u>	<u>21,927</u>	<u>296,981</u>	<u>824,193</u>	<u>639,858</u>
Net incoming / (outgoing) resources before transfers	8	(72,661)	(21,927)	(6,512)	(101,100)	(26,707)
Transfers						
Gross transfers between funds		<u>56,938</u>	<u>(56,938)</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net movement in funds		(15,723)	(78,865)	(6,512)	(101,100)	(26,707)
Total funds brought forward		<u>210,669</u>	<u>177,876</u>	<u>143,006</u>	<u>531,551</u>	<u>558,258</u>
Total funds carried forward		<u>194,946</u>	<u>99,011</u>	<u>136,494</u>	<u>430,451</u>	<u>531,551</u>

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

All income and expenditure derives from continuing activities.

The notes on pages 8 to 21 form part of these financial statements

FARESHARE NORTH EAST

Charity Number: 1189901

BALANCE SHEET**31 MARCH 2025**

	Notes	2025	2024
		£	£
Fixed assets			
Intangible assets	9	540	1,687
Tangible assets	10	<u>215,581</u>	<u>216,336</u>
		216,121	218,023
Current assets			
Debtors	11	80,198	39,593
Cash at bank and in hand		<u>265,306</u>	<u>389,465</u>
		345,504	429,058
Creditors: amounts falling due within one year	12	<u>(131,174)</u>	<u>(115,530)</u>
Net current assets		<u>214,330</u>	<u>313,528</u>
Net assets		<u>430,451</u>	<u>531,551</u>
Net assets			
Funds			
Restricted funds	13	136,494	143,006
Unrestricted funds:	14		
Designated funds		99,011	177,876
General funds		<u>194,946</u>	<u>210,669</u>
Total charity funds	15	<u>430,451</u>	<u>531,551</u>

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)).

For the year ended 31 March 2025 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors/trustees responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476;
- The directors/trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the Board of Trustees on 22 January 2026 and signed on their behalf by:

Jane Tiplady
Chair

The notes on pages 8 to 21 form part of these financial statements

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES

Basis of preparation of financial statements

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 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 address of the charity's registered office and principal place of business is Stamfordham Road, Westerhope, Newcastle upon Tyne, Tyne and Wear, NE5 5HH.

FareShare North East meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the levels 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.

Fund accounting

Restricted funds are to be used for specified purposes as laid down by the donor. Expenditure which meets these criteria is identified to the fund, together with a fair allocation of overheads and support costs.

Unrestricted funds are donations and other incoming resources received or generated for the charitable purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular purposes.

Income

Income is recognised in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty. Income is deferred only when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Voluntary income received by way of donations and gifts to the charity is included in full in the Statement of Financial Activities when received. Intangible income is not included unless it represents goods or services which would have otherwise been purchased. Gifts in kind are valued and brought in as income and the appropriate expenditure. There were no gifts in kind in the year ended 31 March 2025.

Investment income

Interest is included when receivable by the charity.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES *(continued)*

Expenditure

All expenditure is accounted for on an accruals basis.

Charitable activities include all costs relating to activities where the primary aim is part of the objects of the charity along with the indirect costs. The indirect costs have been apportioned on a reasonable basis.

Governance costs include audit and accountancy fees as well as the Annual General Meeting costs.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities on a straight-line basis over the period of the lease.

Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and in hand includes cash held at bank and cash in hand.

Liabilities and provisions

Liabilities are recognised when there is an obligation at the Statement of Financial Position date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

Financial instruments

The charity has elected to apply the provisions of Section 11 "Basic Financial Instruments" of FRS 102, in full to all of its financial instruments. All of the charities financial assets and financial liabilities qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Pension costs

The charity provides a defined contribution scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions payable are charged to the Statement of Financial Activities.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES *(continued)*

Intangible Assets and Amortisation

Intangible assets are initially recorded at cost and are subsequently stated at cost less any accumulated amortisation and impairment losses.

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Website development	33% straight line
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Tangible Fixed Assets and Depreciation

Tangible fixed assets are capitalised and included at cost.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment	15% reducing balance
Motor vehicles	25% reducing balance
Leasehold improvements	Over the term of the lease

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense unless these costs are required to be capitalised as an intangible or tangible fixed asset.

Employees are only entitled to carry forward unused holiday entitlement in exceptional circumstances, and only by agreement with management. The cost of any unused entitlement is recognised in the period in which the employee's services are required.

Critical Accounting Estimates and Areas Of Judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

The only significant area of judgement is the useful economic lives of fixed assets, details of which are given above.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

2. STATEMENT OF FINANCIAL ACTIVITIES FOR THE PRIOR YEAR

	Note	Unrestricted Funds General £	Unrestricted Funds Designated £	Restricted Funds £	Total Funds 2024 £
Income from:					
Investment income	4	5,635	—	—	5,635
Charitable activities	5	495,707	—	65,478	561,185
Donations and legacies		<u>46,331</u>	<u>—</u>	<u>—</u>	<u>46,331</u>
Total income		<u>547,673</u>	<u>—</u>	<u>65,478</u>	<u>613,151</u>
Expenditure:					
Charitable activities		<u>531,495</u>	<u>20,192</u>	<u>88,171</u>	<u>639,858</u>
Total expenditure	6	<u>531,495</u>	<u>20,192</u>	<u>88,171</u>	<u>639,858</u>
Net incoming / (outgoing) resources before transfers	8	16,178	(20,192)	(22,693)	(26,707)
Transfers					
Gross transfers between funds		<u>(24,397)</u>	<u>24,397</u>	<u>—</u>	<u>—</u>
Net movement in funds		(8,219)	4,205	(22,693)	(26,707)
Total funds brought forward		<u>218,888</u>	<u>173,671</u>	<u>165,699</u>	<u>558,258</u>
Total funds carried forward		<u>210,669</u>	<u>177,876</u>	<u>143,006</u>	<u>531,551</u>

3. COMPANY STATUS

The company is a charitable incorporated organisation.

4. INVESTMENT INCOME

	Unrestricted Funds £	Restricted Funds £	2025 £	2024 £
Bank interest	5,592	—	5,592	5,634
Interest received on VAT	<u>—</u>	<u>—</u>	<u>—</u>	<u>1</u>
	<u>5,592</u>	<u>—</u>	<u>5,592</u>	<u>5,635</u>

In the year ended 31 March 2025, income from other trading activities of £5,592 (2024: £5,635) was unrestricted and £nil (2024: £nil) was restricted.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

5. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds	Restricted Funds	2025	2024
	£	£	£	£
FSUK	–	18,800	18,800	33,972
Groundwork Tesco	–	–	–	1,000
Ludlow Trust	7,539	–	7,539	51,780
Fundraising	2,219	–	2,219	22,776
Membership income – CFM	368,132	–	368,132	301,274
Community Foundation	–	–	–	10,000
County Durham grant	–	–	–	10,000
Postcode Community Trust	–	–	–	70,000
Kavli Foundation	–	20,000	20,000	59,156
Garfield Weston	–	41,667	41,667	–
Sundry income	–	–	–	427
Profit on disposal of fixed assets	–	–	–	800
Esmee Fairbairn	–	50,000	50,000	–
Newcastle Local Community Fund	–	55,011	55,011	–
1961 Charitable Trust	–	10,000	10,000	–
Joicey Trust	1,500	–	1,500	–
Austin & Hope Pilkington	–	500	500	–
Chrysalis Trust	–	6,000	6,000	–
William Leach	5,000	–	5,000	–
Tees Valley Community Foundation	2,292	–	2,292	–
The Shears Foundation	5,500	–	5,500	–
Catherine Cookson	–	1,500	1,500	–
Rothley Trust	–	1,200	1,200	–
James Knott Trust	–	30,000	30,000	–
Barbour Foundation	–	33,333	33,333	–
Newcastle Fund	–	22,458	22,458	–
Benevity	5,005	–	5,005	–
	<u>397,187</u>	<u>290,469</u>	<u>687,656</u>	<u>561,185</u>

In the year ended 31 March 2025, income from charitable activities of £397,187 (2024: £495,707) was unrestricted and £290,469 (2024: £65,478) was restricted.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

6. EXPENDITURE

	Direct Costs £	Staff Costs £	Depre- ciation £	Other Costs £	2025 £	2024 £
Charitable activities	2,258	490,516	53,457	275,062	821,293	637,008
Governance costs	—	—	—	<u>2,900</u>	<u>2,900</u>	<u>2,850</u>
	<u>2,258</u>	<u>490,516</u>	<u>53,457</u>	<u>277,962</u>	<u>824,193</u>	<u>639,858</u>

In the year ended 31 March 2025, total expenditure of £527,212 (2024: £551,687) was unrestricted and £296,981 (2024: £88,171) was restricted.

Governance costs are made up as follows:

	2025 £	2024 £
Independent Examiners fees	1,400	1,375
Accountancy fees	<u>1,500</u>	<u>1,475</u>
	<u>2,900</u>	<u>2,850</u>

Other costs are made up as follows:

	2025 £	2024 £
Rent and utilities	28,615	26,606
Telephone	5,186	4,105
Printing and office supplies	8,238	8,433
Repairs and maintenance	28,489	32,105
Cleaning and hygiene	2,589	2,425
Travelling expenses	12,096	9,070
Motor vehicles expenses	78,200	47,744
Vehicle hire	12,045	402
Equipment hire	6,709	6,442
Insurance	5,211	4,491
Fees and subscriptions	4,162	993
Training	3,170	2,265
Advertising	306	178
Consultancy and legal fees	37,908	13,782
Volunteer expenses	11,565	6,171
Bank charges	1,588	1,843
Interest payable on hire purchase agreements	1,100	1,885
Bad debt provision	18,190	4,397
Interest payable on PAYE	389	671
Pest control	365	(18,272)
Volunteers training programme	<u>8,941</u>	<u>2,790</u>
	<u>275,062</u>	<u>158,526</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

7. STAFF COSTS, TRUSTEE REMUNERATION AND EXPENSES AND THE COST OF KEY MANAGEMENT PERSONNEL

The aggregate payroll costs were:

	2025	2024
	£	£
Wages and salaries	427,430	346,758
Social security costs	33,057	22,830
Other pension costs	9,093	6,532
Staff support costs	<u>20,936</u>	<u>32,943</u>
	490,516	409,063

No employee (2024: no employee) earned in excess of £60,000 (2024: £60,000) during the year.

Particulars of employees:

The average number of staff employed by the charity during the financial period amounted to:

	2025	2024
	No	No
Total	<u>15</u>	<u>15</u>

Trustees' remuneration and expenses

No remuneration directly or indirectly out of the charity was paid or payable for the current and previous periods to any trustee or any persons known to be connected with any of them. No reimbursement of expenses has been made or is due to be made to any of the trustees in respect of the current and previous periods.

As part of the organisation's insurance policy, trustees have been indemnified against consequence of any neglect or default on their behalf.

8. NET INCOMING / OUTGOING RESOURCES

Net incoming/(outgoing) resources are stated after charging:

	2025	2024
	£	£
Depreciation and amortisation	53,457	60,645
Accountancy and Independent Examiner's fees	<u>2,900</u>	<u>2,850</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

9. INTANGIBLE FIXED ASSETS

	Website Development £
Cost	
At 31 March 2024	6,750
Additions	—
Disposals	<u>—</u>
At 31 March 2025	<u>6,750</u>
Amortisation	
At 31 March 2024	5,063
Charge for the year	1,147
Disposals	<u>—</u>
At 31 March 2025	<u>6,210</u>
Net book value	
At 31 March 2025	<u>540</u>
At 31 March 2024	<u>1,687</u>

10. TANGIBLE FIXED ASSETS

	Leasehold Improvements £	Equipment £	Motor Vehicles £	Total £
Cost				
At 31 March 2024	18,770	176,210	167,616	362,596
Additions	9,913	2,352	39,290	51,555
Disposals	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
At 31 March 2025	<u>28,683</u>	<u>178,562</u>	<u>206,906</u>	<u>414,151</u>
Depreciation				
At 31 March 2024	9,879	50,137	86,244	146,260
Charge for the year	9,567	19,125	23,618	52,310
Disposals	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
At 31 March 2025	<u>19,446</u>	<u>69,262</u>	<u>109,862</u>	<u>198,570</u>
Net book value				
At 31 March 2025	<u>9,237</u>	<u>109,300</u>	<u>97,044</u>	<u>215,581</u>
At 31 March 2024	<u>8,891</u>	<u>126,073</u>	<u>81,372</u>	<u>216,336</u>

All tangible fixed assets are held for charitable purposes.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

11. DEBTORS

	2025 £	2024 £
Trade debtors	63,658	31,977
VAT and social security	8,527	4,903
Prepayments and accrued income	<u>8,013</u>	<u>2,713</u>
	<u>80,198</u>	<u>39,593</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Trade creditors	17,882	16,537
Accruals and deferred income (see below)	107,457	54,899
Other creditors	5,835	34,929
Hire purchase agreements	<u>—</u>	<u>9,165</u>
	<u>131,174</u>	<u>115,530</u>

The obligations under hire purchase agreements of £nil (2024: £9,165) are secured by way of a fixed charge over the assets acquired.

Breakdown of accruals and deferred income:

	<i>31 March</i> <i>2024</i> £	Receivable £	Released £	31 March 2025 £
FSUK	18,800	—	(18,800)	—
Membership fees	15,362	16,500	(15,362)	16,500
Kavli Trust	20,000	—	(20,000)	—
Expenses accrued	737	1,129	(737)	1,129
Austin & Hope	—	500	—	500
Tees Valley Community Foundation	—	208	—	208
Barbour Foundation	—	6,667	—	6,667
Garfield Weston	—	8,333	—	8,333
Ludlow	—	15,078	—	15,078
The Joicey Trust	—	500	—	500
Newcastle Fund	—	2,042	—	2,042
Graham Bestford	—	6,500	—	6,500
Esmee Fairbairn	<u>—</u>	<u>50,000</u>	<u>—</u>	<u>50,000</u>
	<u>54,899</u>	<u>107,457</u>	<u>(54,899)</u>	<u>107,457</u>

The deferrals included in creditors relate to those grants, donations and income specified as relating to a specific period and represent those parts of the grants, donations or income which relate to periods subsequent to the accounting year end and are treated as grants or income in advance, or alternatively where there are conditions which must be fulfilled prior to entitlement or use of the grant or donation by the charity.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

13. RESTRICTED FUNDS

For the year ended 31 March 2025:

	Movement in resources:				
	<i>Balance 31 March 2024 £</i>	<i>Incoming £</i>	<i>Outgoing £</i>	<i>Transfers to Unrestricted £</i>	<i>Balance 31 March 2025 £</i>
Middlesbrough Foundation	27,412	—	(9,458)	—	17,954
Asda Funding	9,969	—	(1,950)	—	8,019
FSUK	70,739	18,800	(32,251)	—	57,288
WRAP	4,222	—	(911)	—	3,311
Clothworkers	2,674	—	(668)	—	2,006
Kavil Foundation	8,754	20,000	(28,754)	—	—
Big Lottery	19,236	—	(2,886)	—	16,350
Esmee Fairbairn	—	50,000	(30,076)	—	19,924
Newcastle Local Community					
Fund	—	55,011	(55,011)	—	—
1961 Charitable Trust	—	10,000	(833)	—	9,167
Austin & Hope Pilkington	—	500	(500)	—	—
Chrysalis Trust	—	6,000	(6,000)	—	—
Catherine Cookson	—	1,500	(125)	—	1,375
Sir James Knott Trust	—	30,000	(30,000)	—	—
Garfield Weston	—	41,667	(41,667)	—	—
Barbour Foundation	—	33,333	(33,333)	—	—
Newcastle Fund	—	22,458	(22,458)	—	—
Rothley Trust	—	1,200	(100)	—	1,100
	<u>143,006</u>	<u>290,469</u>	<u>(296,981)</u>	<u>—</u>	<u>136,494</u>

For the year ended 31 March 2024:

	Movement in resources:				
	<i>Balance 31 March 2023 £</i>	<i>Incoming £</i>	<i>Outgoing £</i>	<i>Transfers to Unrestricted £</i>	<i>Balance 31 March 2024 £</i>
Middlesbrough Foundation	31,135	—	(3,723)	—	27,412
Asda Funding	12,442	—	(2,473)	—	9,969
FSUK	90,523	6,322	(26,106)	—	70,739
WRAP	5,403	—	(1,181)	—	4,222
Clothworkers	3,565	—	(891)	—	2,674
Kavli Foundation	—	59,156	(50,402)	—	8,754
Big Lottery	<u>22,631</u>	<u>—</u>	<u>(3,395)</u>	<u>—</u>	<u>19,236</u>
	<u>165,699</u>	<u>65,478</u>	<u>(88,171)</u>	<u>—</u>	<u>143,006</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

13. RESTRICTED FUNDS *(continued)*

Middlesbrough Foundation

Funding received for the purchase of refrigeration and costs for securing the Middlesbrough site. The capital balance carried forward £17,954 (2024: £27,412).

Asda Funding

Capital funding received for capital improvements. The capital balance carried forward is £8,019 (2024: £9,969).

FSUK

Central van funding received for the purchase of a van. The capital balance carried forward is £57,288 (2024: £70,739).

WRAP

Funding received for various capacity enhancement, including reach truck, PPT, safety barriers, forklift truck charging, handwash and wage costs. The capital balance carried forward is £3,311 (2024: £4,222).

Clothworkers

Funding received for the purchase of a forklift truck. The capital balance carried forward is £2,006 (2024: £2,674).

Kavli Foundation

During 2021-22 funding was awarded from the Kavli Trust for a two-calendar year period. This funding was restricted in the first year to cover six months of core costs for the Tees Food Hub and also to fund a training programme in partnership with Nourish Food School. This training programme is running throughout the two-year programme and will support beneficiaries in gaining valuable cookery life skills. For the second year, in addition to the partnership with Nourish Food School, funding has been awarded to recruit a Training Manager to support an in-house warehouse training programme.

Big Lottery

Funding received for the purchase of a fridge freezer. The capital balance carried forward is £16,350 (2024: £19,236).

Esmee Fairbairn

Part of a three-year project exploring Food Systems Change in the Middlesbrough and wider Tees Valley area, intended to better link people and community groups with local food and explore ways that both local and nationally sourced surplus food can help meet the needs & preferences of the local community.

Newcastle City Council: Local Community Partnership Fund

This funding enabled us to deliver a comprehensive programme of support for our Newcastle based volunteers and aim to get more people from a number of key areas of Newcastle actively involved in volunteering with us.

1961 Charitable Trust

Funding received towards the purchase of a van. The capital balance carried forward is £9,167 (2004: £nil).

Austin & Hope Pilkington

This funding contributed to the running of a series of cookery skills courses delivered in collaboration with Nourish Food School.

Chrysalis Trust

This funding enabled us to purchase equipment for a 'refill station' trial project with some of our community groups, helping them to adapt to the changing surplus food landscape.

**FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS**

YEAR ENDED 31 MARCH 2025

13. RESTRICTED FUNDS *(continued)*

Catherine Cookson

Funding received towards the purchase of a van. The capital balance carried forward is £1,375 (2024: £nil).

Rothley Trust

Funding received towards the purchase of a van. The capital balance carried forward is £1,100 (2024: £nil).

Sir James Knott Trust

Funding award to support core costs relating to our Newcastle operations, both within the Hub itself and to help support the operating costs of our delivery vans based there.

Garfield Weston

Funding award to support core costs relating to our Newcastle operations, both within the Hub itself and to help support the operating costs of our delivery vans based there.

Barbour Foundation

Funding award to support our work to get good to eat surplus food to community groups across South Tyneside, which we deliver every week from our Newcastle Hub.

Newcastle Fund (Newcastle City Council)

Funding awarded to support our work in Newcastle, especially our work with volunteers from the communities surrounding our Hub in Westerhope.

14. UNRESTRICTED FUNDS

For the year ended 31 March 2025:

	<i>Balance At 31 Mar 2024 £</i>	Incoming £	Outgoing £	Transfers £	Balance At 31 Mar 2025 £
<i>Designated funds:</i>					
Capital fund	72,919	–	(21,927)	48,019	99,011
Contingencies for closure	<u>104,957</u>	–	–	<u>(104,957)</u>	–
Total designated funds	177,876	–	(21,927)	(56,938)	99,011
<i>General funds</i>	<u>210,669</u>	<u>432,624</u>	<u>(505,285)</u>	<u>56,938</u>	<u>194,946</u>
	<u>388,545</u>	432,624	(527,212)	–	293,957
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

14. UNRESTRICTED FUNDS *(continued)*

For the year ended 31 March 2024:

	<i>Balance At 31 Mar 2023 £</i>	Incoming £	Outgoing £	Transfers £	Balance At 31 Mar 2024 £
<i>Designated funds:</i>					
Capital fund	62,294	–	(20,192)	30,817	72,919
Contingencies for closure	<u>111,377</u>	<u>–</u>	<u>–</u>	<u>(6,420)</u>	<u>104,957</u>
Total designated funds	173,671	–	(20,192)	24,397	177,876
<i>General funds</i>	<u>218,888</u>	<u>547,673</u>	<u>(531,495)</u>	<u>(24,397)</u>	<u>210,669</u>
	<u>392,559</u>	<u>547,673</u>	<u>(551,687)</u>	<u>–</u>	<u>388,545</u>

Designated funds are as follows:

Capital fund – This fund includes all of the assets that are not covered by restricted funds less any hire purchase liabilities in relation to the assets.

Contingencies for closure – the balance has been based on the estimated costs of closing the charity.

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

For the year ended 31 March 2025:

	Intangible fixed assets £	Tangible fixed assets £	Net Current assets £	Long Term Liabilities £	Total 2025 £
Restricted funds:					
Asda Funding	–	8,019	–	–	8,019
FSUK	–	57,288	–	–	57,288
WRAP	–	3,311	–	–	3,311
Clothworkers	–	2,006	–	–	2,006
Big Lottery	–	16,350	–	–	16,350
Middlesbrough Foundation	–	17,954	–	–	17,954
Esmee Fairbairn	–	–	19,924	–	19,924
1961 Charitable Trust	–	9,167	–	–	9,167
Catherine Cookson	–	1,375	–	–	1,375
Rothey Trust	<u>–</u>	<u>1,100</u>	<u>–</u>	<u>–</u>	<u>1,100</u>
	–	116,570	19,924	–	136,494
Designated funds:					
Capital fund	–	99,011	–	–	99,011
General unrestricted funds	<u>540</u>	<u>–</u>	<u>194,406</u>	<u>–</u>	<u>194,946</u>
Total funds	<u>540</u>	<u>215,581</u>	<u>214,330</u>	<u>–</u>	<u>430,451</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2025

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS *(continued)*

For the year ended 31 March 2024:

	Intangible fixed assets £	Tangible fixed assets £	Net Current assets £	Long Term Liabilities £	Total 2024 £
Restricted funds:					
Asda Funding	–	9,969	–	–	9,969
FSUK	–	70,739	–	–	70,739
WRAP	–	4,222	–	–	4,222
Clothworkers	–	2,674	–	–	2,674
Big Lottery	–	19,236	–	–	19,236
Middlesbrough Foundation	–	27,412	–	–	27,412
Kavli Foundation	–	–	8,754	–	8,754
	–	134,252	8,754	–	143,006
Designated funds:					
Capital fund	–	82,084	(9,165)	–	72,919
Contingencies for closure	–	–	104,957	–	104,957
General unrestricted funds	1,687	–	208,982	–	210,669
Total funds	1,687	216,336	313,528	–	531,551

16. CONTROLLING PARTY

In the opinion of the trustees the charity is not controlled by any single party.

17. TAXATION

The charity is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

Accounts

**FARESHARE NORTH EAST
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

Charity Number: 1189901

DEBÉRE LIMITED
Chartered Accountants
Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

FARESHARE NORTH EAST
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

CONTENTS	PAGES
Officers and professional advisers	1
Trustees' annual report	2 to 4
Independent Examiners Report	5
Statement of financial activities	6
Balance sheet	7
Notes to the financial statements	8 - 20

FARESHARE NORTH EAST
MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS
YEAR ENDED 31 MARCH 2024

Reference and Administrative Information

Registered Office	Stamfordham Road Westerhope Newcastle upon Tyne Tyne and Wear NE5 5HH
Board of Trustees	Craig Bankhead Jane Tiplady Andrew Hook Molly Malliris Valerie Bell Steven Richardson Catharine Mitchell Martin Brooks - appointed 18 September 2023; appointed Chair 1 January 2024 Christopher Parsons- appointed 18 September 2023 Harry Barham - appointed 18 September 2023 Sir Paul Ennals – resigned 31 January 2024 Graeme Heron - resigned 8 April 2024
Chief Executive	Jake Hanmore
Independent Examiner	Debére Limited Chartered Accountants Swallow House Parsons Road Washington Tyne and Wear NE37 1EZ
Bankers	Virgin Money 30 St Vincent Place Glasgow G1 2HL

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES
YEAR ENDED 31 MARCH 2024

The trustees present their report with the financial statements of the charity for the year ended 31 March 2024. The trustees have adopted the provisions of 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 & Activities

The charity's objectives are contained in its Foundation Constitution, which states:

- (a) The relief of poverty and the promotion of good health and nutrition in North East England by redistributing surplus produce (in particular food) to organisations working to meet the needs of individuals in social, economic, health-related or emotional distress, and the needs of children; and
- (b) The conservation, protection and improvement of the physical environment through the reduction of food waste.

The trustees have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing aims and objectives, and in planning future activities. In particular, the trustees consider how planned activities will contribute to the aims & objectives they have set. Details of specific aims, activities, and achievements are included in the Achievements and Performance section of the Trustees Report below.

Achievements & Performance

FareShare North East, working in partnership with FareShare UK, covers the geographic North East of England, working to re-distribute good to eat, quality surplus products from the food industry to charities and community groups. Being a part of the FareShare network gives FareShare North East access to national surplus food partners and guidance on the safe redistribution of surplus food through a collaboration agreement.

As in the previous year, the volume of surplus food that FareShare North East has received has fluctuated, although the organisation has managed to serve an additional 30 community groups within the region. In the reporting year of 2023 - 2024 FareShare North East redistributed 1,269 tonnes of surplus food to 230 community groups, which represented a small increase year on year.

The types of community groups that FareShare North East supports has remained broadly similar, including a mix of community cafes, breakfast clubs, homelessness projects, and community pantries. Community pantries in particular remain one of the largest types of groups that FareShare North East supports, with the majority of new groups joining the service being of this type.

Financial Review

FareShare North East has continued to benefit from the investment in operational capacity in recent years, allowing the organisation to increase the amount of food redistributed and the number of community groups served. This investment has also meant that FareShare North East has been able to weather a challenging year for fundraising without experiencing any financial issues, with only a relatively small movement in reserves as detailed in the Reserves Policy section of this report.

FareShare North East's main funded programme began to wind down during the reporting period, with the generous two-year Kavli Trust support for cookery skills, volunteer training, and support for our new Middlesbrough warehouse coming to a natural end. The programme was very successful, with thanks to Kavli for their support, and FareShare North East hopes to secure funding to continue it through future years.

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
YEAR ENDED 31 MARCH 2024

Principle Funding Sources

The charity has a mix of funding sources, from grants, trusts, corporate partners, and contributions from community groups through membership of FareShare North East's redistribution activities.

Notable funders this year include:

- Kavli Trust
- Ludlow Trust
- Postcode Lottery Community Trust
- Sage Foundation

Reserves Policy

The trustees have set a reserves target of the equivalent of between 3-6 months operational costs, plus the equivalent of any associated redundancy and winding up costs as the minimum value of unrestricted reserves to be held at any one time. This creates a target for 2024/25 of between £195,656 and £391,312.

As at 31 March 2024 the total unrestricted reserves were £388,545, of which £104,957 belongs to a designated fund for closure costs, £72,919 belongs to a designated capital fund, whilst £210,669 consists of unrestricted funds to cover operational costs.

Plans for Future Periods

During the next financial year, based on projections by FareShare UK for all network partners, FareShare North East expects food volumes to grow by around 5%, which will allow for modest growth in the number of groups served within the region.

To maximise impact, the key objectives for FareShare North East during the next period, 2024-25, are:

- Seek new ways to work with surplus food, especially harder to use items like large catering packs, unlabelled products, or large quantities of fruit and vegetables
- Support our community groups in accepting more of these harder to use items, particularly supporting groups interested in cooking with surplus food
- Explore additional ways to support our charitable objectives and that compliment our surplus food redistribution activities

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
YEAR ENDED 31 MARCH 2024

Trustees' responsibilities in relation to the Financial Statements

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 income 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 charity SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures being disclosed and explained in the financial statements; and
- Prepare the financial statements on a 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 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 responsible for safeguarding the assets of the charity and, hence, taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Examiner

A Resolution to appoint Claire Miller at Debere Limited as Independent Examiner for the ensuing year will be proposed at the Annual General Meeting. These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the trustees on 8 July 2024 and signed on its behalf by



Martin Brookes
Chair

FARESHARE NORTH EAST
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
FARESHARE NORTH EAST
YEAR ENDED 31 MARCH 2024

I report on the accounts of the Charitable Incorporated Organisation for the year ended 31 March 2024, which are set out on pages 6 to 20.

Respective Responsibilities of Trustees and Examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this period under section 144(2) of the Charities Act 2011 ('the 2011 Act'), and that an independent examiners report is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of Independent Examiners Report

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the accounts. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently, I express no opinion as to whether the accounts present a 'true and fair view' and my report is limited to those specific matters set out in the independent examiner's statement.

Independent Examiner's Statement

In connection with my examination, no matter has come to my attention:

(1) Which gives me reasonable cause to believe that, in any material respect, the requirements to:

- keep accounting records in accordance with s130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act.

have not been met; or

(2) to which in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Claire Miller BA (Hons) FCA
Independent Examiner



ON BEHALF OF DEBÉRE LIMITED
Chartered Accountants

Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

Date: 8 July 2024

FARESHARE NORTH EAST
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MARCH 2024

	Note	Unrestricted Funds General £	Unrestricted Funds Designated £	Restricted Funds £	Total Funds 2024 £	Total Funds 2023 £
Income from:						
Investment income	4	5,635	—	—	5,635	409
Charitable activities	5	495,707	—	65,478	561,185	690,379
Donations and legacies		<u>46,331</u>	<u>—</u>	<u>—</u>	<u>46,331</u>	<u>53,289</u>
Total income		<u>547,673</u>	<u>—</u>	<u>65,478</u>	<u>613,151</u>	<u>744,077</u>
Expenditure:						
Charitable activities		<u>531,495</u>	<u>20,192</u>	<u>88,171</u>	<u>639,858</u>	<u>557,432</u>
Total expenditure	6	<u>531,495</u>	<u>20,192</u>	<u>88,171</u>	<u>639,858</u>	<u>557,432</u>
Net incoming / (outgoing) resources before transfers	8	16,178	(20,192)	(22,693)	(26,707)	186,645
Transfers						
Gross transfers between funds		<u>(24,397)</u>	<u>24,397</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net movement in funds		(8,219)	4,205	(22,693)	(26,707)	186,645
Total funds brought forward		<u>218,888</u>	<u>173,671</u>	<u>165,699</u>	<u>558,258</u>	<u>371,613</u>
Total funds carried forward		<u>210,669</u>	<u>177,876</u>	<u>143,006</u>	<u>531,551</u>	<u>558,258</u>

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

All income and expenditure derives from continuing activities.

The notes on pages 8 to 20 form part of these financial statements

FARESHARE NORTH EAST

Charity Number: 1189901

BALANCE SHEET

31 MARCH 2024

	Notes	2024	2023
		£	£
Fixed assets			
Intangible assets	9	1,687	2,701
Tangible assets	10	<u>216,336</u>	<u>246,584</u>
		218,023	249,285
Current assets			
Debtors	11	39,593	68,039
Cash at bank and in hand		<u>389,465</u>	<u>446,980</u>
		429,058	515,019
Creditors: amounts falling due within one year	12	<u>(115,530)</u>	<u>(196,881)</u>
Net current assets		313,528	318,138
Creditors: amounts falling due after more than one year	13	<u>—</u>	<u>(9,165)</u>
Net assets		<u>531,551</u>	<u>558,258</u>
Net assets			
Funds			
Restricted funds	14	143,006	165,699
Unrestricted funds:	15		
Designated funds		177,876	173,671
General funds		<u>210,669</u>	<u>218,888</u>
Total charity funds	16	<u>531,551</u>	<u>558,258</u>

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)).

For the year ended 31 March 2024 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors/trustees responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476;
- The directors/trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the Board of Trustees on 8 July 2024 and signed on their behalf by:



Martin Brookes
Chair

The notes on pages 8 to 20 form part of these financial statements

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

1. ACCOUNTING POLICIES

Basis of preparation of financial statements

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 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 address of the charity's registered office and principal place of business is Stamfordham Road, Westerhope, Newcastle upon Tyne, Tyne and Wear, NE5 5HH.

Fareshare North East meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the levels 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.

Fund accounting

Restricted funds are to be used for specified purposes as laid down by the donor. Expenditure which meets these criteria is identified to the fund, together with a fair allocation of overheads and support costs.

Unrestricted funds are donations and other incoming resources received or generated for the charitable purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular purposes.

Income

Income is recognised in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty. Income is deferred only when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Voluntary income received by way of donations and gifts to the charity is included in full in the Statement of Financial Activities when received. Intangible income is not included unless it represents goods or services which would have otherwise been purchased. Gifts in kind are valued and brought in as income and the appropriate expenditure. There were no gifts in kind in the year ended 31 March 2024.

Investment income

Interest is included when receivable by the charity.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

1. ACCOUNTING POLICIES *(continued)*

Expenditure

All expenditure is accounted for on an accruals basis.

Charitable activities include all costs relating to activities where the primary aim is part of the objects of the charity along with the indirect costs. The indirect costs have been apportioned on a reasonable basis.

Governance costs include audit and accountancy fees as well as the Annual General Meeting costs.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities on a straight-line basis over the period of the lease.

Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and in hand includes cash held at bank and cash in hand.

Liabilities and provisions

Liabilities are recognised when there is an obligation at the Statement of Financial Position date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

Financial instruments

The charity has elected to apply the provisions of Section 11 "Basic Financial Instruments" of FRS 102, in full to all of its financial instruments. All of the charities financial assets and financial liabilities qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Pension costs

The charity provides a defined contribution scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions payable are charged to the Statement of Financial Activities.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

1. ACCOUNTING POLICIES *(continued)*

Intangible Assets and Amortisation

Intangible assets are initially recorded at cost and are subsequently stated at cost less any accumulated amortisation and impairment losses.

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Website development	33% straight line
---------------------	-------------------

Tangible Fixed Assets and Depreciation

Tangible fixed assets are capitalised and included at cost.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment	15% reducing balance
Motor vehicles	25% reducing balance
Leasehold improvements	Over the term of the lease

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense unless these costs are required to be capitalised as an intangible or tangible fixed asset.

Employees are only entitled to carry forward unused holiday entitlement in exceptional circumstances, and only by agreement with management. The cost of any unused entitlement is recognised in the period in which the employee's services are required.

Critical Accounting Estimates and Areas Of Judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

The only significant area of judgement is the useful economic lives of fixed assets, details of which are given above.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

2. STATEMENT OF FINANCIAL ACTIVITIES FOR THE PRIOR YEAR

	Note	Unrestricted Funds General £	Unrestricted Funds Designated £	Restricted Funds £	Total Funds 2023 £
Income from:					
Investment income	4	409	—	—	409
Charitable activities	5	531,536	—	158,843	690,379
Donations and legacies		<u>53,289</u>	<u>—</u>	<u>—</u>	<u>53,289</u>
Total income		<u>585,234</u>	<u>—</u>	<u>158,843</u>	<u>744,077</u>
Expenditure:					
Charitable activities		<u>398,902</u>	<u>23,633</u>	<u>134,897</u>	<u>557,432</u>
Total expenditure	6	<u>398,902</u>	<u>23,633</u>	<u>134,897</u>	<u>557,432</u>
Net incoming / (outgoing) resources before transfers	8	186,332	(23,633)	23,946	186,645
Transfers					
Gross transfers between funds		<u>(49,003)</u>	<u>49,003</u>	<u>—</u>	<u>—</u>
Net movement in funds		137,329	25,370	23,946	186,645
Total funds brought forward		<u>81,559</u>	<u>148,301</u>	<u>141,753</u>	<u>371,613</u>
Total funds carried forward		<u>218,888</u>	<u>173,671</u>	<u>165,699</u>	<u>558,258</u>

3. COMPANY STATUS

The company is a charitable incorporated organisation.

4. INVESTMENT INCOME

	Unrestricted Funds £	Restricted Funds £	2024 £	2023 £
Bank interest	5,634	—	5,634	409
Interest received on VAT	<u>1</u>	<u>—</u>	<u>1</u>	<u>—</u>
	<u>5,635</u>	<u>—</u>	<u>5,635</u>	<u>409</u>

In the year ended 31 March 2024, income from other trading activities of £5,635 (2023: £409) was unrestricted and £nil (2023: £nil) was restricted.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

5 INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	2024 £	2023 £
Connected Voice	–	–	–	4,000
Covid related grant	–	–	–	10,749
LGA Foundation	–	–	–	5,000
Joicey Trust	–	–	–	3,300
Postcode Lottery	–	–	–	25,000
William Leech	–	–	–	5,000
Middlesbrough Foundation	–	–	–	50,000
FSUK	27,650	6,322	33,972	184,097
Groundwork Tesco	1,000	–	1,000	2,375
Ludlow Trust	51,780	–	51,780	54,400
CLLD Funding	–	–	–	23,136
Fundraising	22,776	–	22,776	6,047
Membership income – CFM	301,274	–	301,274	253,042
Community Foundation	10,000	–	10,000	–
County Durham grant	10,000	–	10,000	–
Postcode Community Trust	70,000	–	70,000	–
Kavli Foundation	–	59,156	59,156	–
Garfield Weston	–	–	–	30,000
Apprentice funding	–	–	–	31,034
Funding for food savouring role	–	–	–	3,199
Sundry income	427	–	427	–
Profit on disposal of fixed assets	<u>800</u>	<u>–</u>	<u>800</u>	<u>–</u>
	<u>495,707</u>	<u>65,478</u>	<u>561,185</u>	<u>690,379</u>

In the year ended 31 March 2024, income from charitable activities of £495,707 (2023: £531,536) was unrestricted and £65,478 (2023: £158,843) was restricted.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

6. EXPENDITURE

	Direct Costs £	Staff Costs £	Depre- ciation £	Other Costs £	2024 £	2023 £
Charitable activities	8,774	409,063	60,645	158,526	637,008	554,832
Governance costs	<u>—</u>	<u>—</u>	<u>—</u>	<u>2,850</u>	<u>2,850</u>	<u>2,600</u>
	<u>8,774</u>	<u>409,063</u>	<u>60,645</u>	<u>161,376</u>	<u>639,858</u>	<u>557,432</u>

In the year ended 31 March 2024, total expenditure of £551,687 (2023: £422,535) was unrestricted and £88,171 (2023: £134,897) was restricted.

Governance costs are made up as follows:

	2024 £	2023 £
Independent Examiners fees	1,375	1,250
Accountancy fees	<u>1,475</u>	<u>1,350</u>
	<u>2,850</u>	<u>2,600</u>

Other costs are made up as follows:

	2024 £	2023 £
Rent and utilities	26,606	4,015
Telephone	4,105	1,071
Printing and office supplies	8,433	8,764
Website costs	—	500
Repairs and maintenance	32,105	25,374
Cleaning and hygiene	2,425	2,399
Travelling expenses	9,070	5,053
Motor vehicles expenses	47,744	58,096
Vehicle hire	402	702
Equipment hire	6,442	1,910
Insurance	4,491	1,493
Fees and subscriptions	993	770
Training	2,265	640
Advertising	178	58
Consultancy and legal fees	13,782	19,570
Volunteer expenses	6,171	5,010
Bank charges	1,843	1,411
Interest payable on hire purchase agreements	1,885	1,885
Bad debt provision	4,397	19,398
Interest payable on PAYE	671	16
Pest control	(18,272)	21,366
Volunteers training programme	<u>2,790</u>	<u>22,715</u>
	<u>158,526</u>	<u>202,216</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

7. STAFF COSTS, TRUSTEE REMUNERATION AND EXPENSES AND THE COST OF KEY MANAGEMENT PERSONNEL

The aggregate payroll costs were:

	2024	2023
	£	£
Wages and salaries	346,758	253,697
Social security costs	22,830	14,271
Other pension costs	6,532	4,370
Staff support costs	<u>32,943</u>	<u>14,614</u>
	<u>409,063</u>	<u>286,952</u>

No employee (2023: no employee) earned in excess of £60,000 (2023: £60,000) during the year.

Particulars of employees:

The average number of staff employed by the charity during the financial period amounted to:

	2024	2023
	No	No
Total	<u>15</u>	<u>13</u>

Trustees' remuneration and expenses

No remuneration directly or indirectly out of the charity was paid or payable for the current and previous periods to any trustee or any persons known to be connected with any of them. No reimbursement of expenses has been made or is due to be made to any of the trustees in respect of the current and previous periods.

As part of the organisation's insurance policy, trustees have been indemnified against consequence of any neglect or default on their behalf.

8. NET INCOMING / OUTGOING RESOURCES

Net incoming/(outgoing) resources are stated after charging:

	2024	2023
	£	£
Depreciation and amortisation	60,645	46,323
Accountancy and Independent Examiner's fees	<u>2,850</u>	<u>2,600</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

9 INTANGIBLE FIXED ASSETS

	Website Development £
Cost	
At 31 March 2023	5,750
Additions	1,000
Disposals	<u>—</u>
At 31 March 2024	<u><u>6,750</u></u>
Amortisation	
At 31 March 2023	3,049
Charge for the year	2,014
Disposals	<u>—</u>
At 31 March 2024	<u><u>5,063</u></u>
Net book value	
At 31 March 2024	<u><u>1,687</u></u>
At 31 March 2023	<u><u>2,701</u></u>

10 TANGIBLE FIXED ASSETS

	Leasehold Improvements £	Equipment £	Motor Vehicles £	Total £
Cost				
At 31 March 2023	—	166,597	167,616	334,213
Additions	18,770	9,613	—	28,383
Disposals	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
At 31 March 2024	<u><u>18,770</u></u>	<u><u>176,210</u></u>	<u><u>167,616</u></u>	<u><u>362,596</u></u>
Depreciation				
At 31 March 2023	—	28,509	59,120	87,629
Charge for the year	9,879	21,628	27,124	58,631
Disposals	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
At 31 March 2024	<u><u>9,879</u></u>	<u><u>50,137</u></u>	<u><u>86,244</u></u>	<u><u>146,260</u></u>
Net book value				
At 31 March 2024	<u><u>8,891</u></u>	<u><u>126,073</u></u>	<u><u>81,372</u></u>	<u><u>216,336</u></u>
At 31 March 2023	<u><u>—</u></u>	<u><u>138,088</u></u>	<u><u>108,496</u></u>	<u><u>246,584</u></u>

All tangible fixed assets are held for charitable purposes.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

11. DEBTORS

	2024 £	2023 £
Trade debtors	31,977	48,591
VAT and social security	4,903	16,479
Prepayments and accrued income	<u>2,713</u>	<u>2,969</u>
	<u>39,593</u>	<u>68,039</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Trade creditors	16,537	41,001
Accruals and deferred income (see below)	54,899	127,661
Other creditors	34,929	12,507
Hire purchase agreements	<u>9,165</u>	<u>15,712</u>
	<u>115,530</u>	<u>196,881</u>

The obligations under hire purchase agreements of £9,165 (2023: £15,712) are secured by way of a fixed charge over the assets acquired.

	31 March 2023 £	Receivable £	Released £	31 March 2024 £
Middlesbrough Football Club Foundation	–	–	–	–
FSUK	–	18,800	–	18,800
Membership fees	19,900	15,362	(19,900)	15,362
Kavli Trust	79,156	–	(59,156)	20,000
Expenses accrued	<u>28,605</u>	<u>737</u>	<u>(28,605)</u>	<u>737</u>
	<u>127,661</u>	<u>34,899</u>	<u>(107,661)</u>	<u>54,899</u>

The deferrals included in creditors relate to those grants, donations and income specified as relating to a specific period and represent those parts of the grants, donations or income which relate to periods subsequent to the accounting year end and are treated as grants or income in advance, or alternatively where there are conditions which must be fulfilled prior to entitlement or use of the grant or donation by the charity.

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

	2024 £	2023 £
Hire purchase agreements	<u>–</u>	<u>9,165</u>

The obligations under hire purchase agreements of £nil (2023: £9,165) are secured by way of a fixed charge over the assets acquired.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

14. RESTRICTED FUNDS

For the year ended 31 March 2024

	Movement in resources:				
	<i>Balance 31 March 2023 £</i>	<i>Incoming £</i>	<i>Outgoing £</i>	<i>Transfers to Unrestricted £</i>	<i>Balance 31 March 2024 £</i>
Middlesbrough Foundation	31,135	–	(3,723)	–	27,412
Asda Funding	12,442	–	(2,473)	–	9,969
FSUK	90,523	6,322	(26,106)	–	70,739
WRAP	5,403	–	(1,181)	–	4,222
Clothworkers	3,565	–	(891)	–	2,674
Kavil Foundation	–	59,156	(50,402)	–	8,754
Big Lottery	<u>22,631</u>	<u>–</u>	<u>(3,395)</u>	<u>–</u>	<u>19,236</u>
	<u>165,699</u>	<u>65,478</u>	<u>(88,171)</u>	<u>–</u>	<u>143,006</u>

For the year ended 31 March 2023:

	Movement in resources:				
	<i>Balance 31 March 2022 £</i>	<i>Incoming £</i>	<i>Outgoing £</i>	<i>Transfers to Unrestricted £</i>	<i>Balance 31 March 2023 £</i>
Middlesbrough Foundation	–	50,000	(18,865)	–	31,135
Asda Funding	15,589	–	(3,147)	–	12,442
FSUK	5,765	108,843	(24,085)	–	90,523
WRAP	6,938	–	(1,535)	–	5,403
Clothworkers	4,753	–	(1,188)	–	3,565
Kavil Foundation	82,083	–	(82,083)	–	–
Big Lottery	<u>26,625</u>	<u>–</u>	<u>(3,994)</u>	<u>–</u>	<u>22,631</u>
	<u>141,753</u>	<u>158,843</u>	<u>(134,897)</u>	<u>–</u>	<u>165,699</u>

Asda Funding

Capital funding received for capital improvements.

FSUK

Central van funding received for the purchase of a van.

WRAP

Funding received for various capacity enhancement, including reach truck, PPT, safety barriers, forklift truck charging, handwash and wage costs.

Clothworkers

Funding received for the purchase of a forklift truck.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

14. RESTRICTED FUNDS *(continued)*

Big Lottery

Funding received for the purchase of a fridge freezer.

Kavil Foundation

During 2021-22 funding was awarded from the Kavli Trust for a two-calendar year period. This funding was restricted in the first year to cover six months of core costs for the Tees Food Hub and also to fund a training programme in partnership with Nourish Food School. This training programme is running throughout the two year programme and will support beneficiaries in gaining valuable cookery life skills. For the second year, in addition to the partnership with Nourish Food School, funding has been awarded to recruit a Training Manager to support an in-house warehouse training programme.

Middlesbrough Foundation

Funding received for the purchase of refrigeration and costs for securing the Middlesbrough site.

15. UNRESTRICTED FUNDS

For the year ended 31 March 2024:

	<i>Balance At 31 Mar 2023 £</i>	<i>Incoming £</i>	<i>Outgoing £</i>	<i>Transfers £</i>	<i>Balance At 31 Mar 2024 £</i>
<i>Designated funds:</i>					
Capital fund	62,294	–	(20,192)	30,817	72,919
Contingencies for closure	<u>111,377</u>	<u>–</u>	<u>–</u>	<u>(6,420)</u>	<u>104,957</u>
Total designated funds	173,671	–	(20,192)	24,397	177,876
<i>General funds</i>	<u>218,888</u>	<u>547,673</u>	<u>(531,495)</u>	<u>(24,397)</u>	<u>210,669</u>
	392,559	547,673	(551,687)	–	388,545
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

For the year ended 31 March 2023:

	<i>Balance At 31 Mar 2022 £</i>	<i>Incoming £</i>	<i>Outgoing £</i>	<i>Transfers £</i>	<i>Balance At 31 Mar 2023 £</i>
<i>Designated funds:</i>					
Capital fund	88,301	–	(23,633)	(2,374)	62,294
Contingencies for closure	<u>60,000</u>	<u>–</u>	<u>–</u>	<u>51,377</u>	<u>111,377</u>
Total designated funds	148,301	–	(23,633)	49,003	173,671
<i>General funds</i>	<u>81,559</u>	<u>585,234</u>	<u>(398,902)</u>	<u>(49,003)</u>	<u>218,888</u>
	229,860	585,234	(422,535)	–	392,559
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

15 UNRESTRICTED FUNDS *(continued)*

Designated funds are as follows:

Capital fund – This fund includes all of the assets that are not covered by restricted funds less any hire purchase liabilities in relation to the assets.

Contingencies for closure – the balance has been based on the estimated costs of closing the charity.

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

For the year ended 31 March 2024:

	Intangible fixed assets £	Tangible fixed assets £	Net Current assets £	Long Term Liabilities £	Total 2024 £
Restricted funds:					
Asda Funding	–	9,969	–	–	9,969
FSUK	–	70,739	–	–	70,739
WRAP	–	4,222	–	–	4,222
Clothworkers	–	2,674	–	–	2,674
Big Lottery	–	19,236	–	–	19,236
Middlesbrough Foundation	–	27,412	–	–	27,412
Kavli Foundation	–	–	8,754	–	8,754
	–	134,252	8,754	–	143,006
Designated funds:					
Capital fund	–	82,084	(9,165)	–	72,919
Contingencies for closure	–	–	104,957	–	104,957
General unrestricted funds	1,687	–	208,982	–	210,669
Total funds	1,687	216,336	313,528	–	531,551

For the year ended 31 March 2023:

	Intangible fixed assets £	Tangible fixed assets £	Net Current assets £	Long Term Liabilities £	Total 2023 £
Restricted funds:					
Asda Funding	–	12,442	–	–	12,442
FSUK	–	90,523	–	–	90,523
WRAP	–	5,403	–	–	5,403
Clothworkers	–	3,565	–	–	3,565
Big Lottery	–	22,631	–	–	22,631
Middlesbrough Foundation	–	24,849	6,286	–	31,135
	–	159,413	6,286	–	165,699
Designated funds:					
Capital fund	–	87,171	(15,712)	(9,165)	62,294
Contingencies for closure	–	–	111,377	–	111,377
General unrestricted funds	2,701	–	216,187	–	218,888
Total funds	2,701	246,584	318,138	(9,165)	558,258

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2024

17. CONTROLLING PARTY

In the opinion of the trustees the charity is not controlled by any single party.

18. TAXATION

The charity is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

Accounts

FARESHARE NORTH EAST
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Charity Number: 1189901

DEBÉRE LIMITED
Chartered Accountants
Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

FARESHARE NORTH EAST
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

CONTENTS	PAGES
Officers and professional advisers	1
Trustees' annual report	2 to 5
Independent Examiners Report	6
Statement of financial activities	7
Balance sheet	8
Notes to the financial statements	9 - 21

FARESHARE NORTH EAST
MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS
YEAR ENDED 31 MARCH 2023

Reference and Administrative Information

Registered Office	Stamfordham Road Westerhope Newcastle upon Tyne NE5 5HH
Board of Trustees	Sir Paul Ennals Craig Bankhead Jane Streater Jane Tiplady Andrew Hook Graeme Heron Molly Dunne Valerie Bell Steven Richardson Catharine Mitchell
Chief Executive	Jake Hanmore
Independent Examiner	Deb�re Limited Chartered Accountants Swallow House Parsons Road Washington Tyne & Wear NE37 1EZ
Bankers	Unity Trust Bank Plc 4 Brindley Place Birmingham B1 2JB

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES
YEAR ENDED 31 MARCH 2023

The trustees present their report with the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of 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 & Activities

The charity's objectives are contained in its Foundation Constitution, which states:

- (a) the relief of poverty and the promotion of good health and nutrition in North East England by redistributing surplus produce (in particular food) to organisations working to meet the needs of individuals in social, economic, health-related or emotional distress, and the needs of children; and
- (b) the conservation, protection and improvement of the physical environment through the reduction of food waste. The trustees have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing aims and objectives, and in planning future activities. In particular, the trustees consider how planned activities will contribute to the aims & objectives they have set.

During the course of the year the volumes of surplus food that FareShare North East relies upon have fluctuated, making it difficult to grow the organisation to meet demand in the North East region. Over the year FareShare North East has worked with over 200 community groups and redistributed more than 1,200 tonnes of surplus food. Although this volume of redistributed food is substantial, over 120 community groups are currently waiting to join as members and supply has not been sufficient to meet demand.

Details of specific aims, activities, and achievements are included in the Achievements and Performance section of the Trustees Report below.

Achievements & Performance

FareShare North East, working in partnership with FareShare UK, covers the geographic North East of England, working to re-distribute fit for purpose, in-date, quality surplus products from the food industry to charities and community groups. Being a part of the FareShare network gives FareShare North East access to national surplus food partners and guidance on the safe redistribution of surplus food through a collaboration agreement.

In the reporting year of 2022-23, FareShare North East redistributed 1,200 tonnes of good to eat surplus food to 236 individual community groups. These community groups include school breakfast clubs, drop-in centres, homelessness projects and community pantries. Despite fluctuating food volumes the overall amount of food redistributed remains broadly similar to the previous year, and with the investment that FareShare UK are making in their food sourcing teams FareShare North East expects to see additional food coming into the North East during 2023-24.

Financial Review

Over the past two years FareShare North East has invested significantly in operational capacity, particularly with a large investment in chilled and frozen storage capacity at the end of the last financial period. During this financial period, 2022-23, FareShare North East has taken on additional warehouse space in Middlesbrough to better serve the Tees Valley area, including the purchase of additional vans and the construction of additional chilled storage space.

By way of support for this capacity expansion, FareShare UK have donated £77,869 in grant funding in this financial year to contribute to the additional costs of constructing the larger chiller and freezer at the end of the last financial period. In addition, FareShare UK have also donated a further £67,828 to increase the capacity for frozen food in the region, with funding being used to purchase a dedicated freezer van and donated large chest freezers to community groups. In line with our accounting principles the income for these donations has been recognised in full, with the capital assets purchased depreciating over the next five years.

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
YEAR ENDED 31 MARCH 2023

The support from FareShare UK in building operational capacity will allow the charity to return the internal investment in chilled and frozen capacity from core costs made during 2022-23 to unrestricted reserves, ensuring that the organisation has sufficient reserves in line with its reserves policy detailed below.

Principal Funding Sources

The charity has a mix of funding sources, from grants, trusts, corporate partners, and contributions from community groups through membership of FareShare North East's redistribution activities.

Notable funders this year include:

- William Leech
- Ludlow Trust
- LGA Foundation
- Kavli Trust
- People's Postcode Lottery
- Community Foundation Tyne & Wear and Northumberland
- Garfield Weston
- Teesside Charity
- Middlesbrough Football Club Foundation

Reserves Policy

The Trustees have set a reserves target of the equivalent of between 3-6 months operational costs, plus the equivalent of any associated redundancy and winding up costs as the minimum value of unrestricted reserves to be held at any one time. This creates a target for 2023/24 of between £215,048 and £430,098.

As at 31 March 2023 the total unrestricted reserves were £392,559, of which £111,377 belongs to a designated fund for closure costs, £62,294 belongs to a designated capital fund whilst £218,888 consists of unrestricted funds available to cover operational costs.

Plans for Future Periods

The key objectives for the charity during the next period, 2023-24, are:

- Work to increase food volumes coming into the region to help meet unmet demand;
- Build an increased presence in the Tees Valley area through the newly opened Middlesbrough warehouse; and
- Seek new ways to work with surplus food to unlock harder to use items like large catering packs or less common fruit and vegetables.

Structure, Governance, and Management

The charity is registered as a Charitable Incorporated Organisation with the Charity Commission. The charity is governed by a Foundation Model Constitution document.

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
YEAR ENDED 31 MARCH 2023

Recruitment and Appointment of New Trustees

During the year the following people were appointed as Trustees by the Board of Trustees for a four-year term:

- Catharine Mitchell – appointed 9 May 2022
- Valerie Bell – appointed 4 September 2022
- Steven Richardson – appointed 4 September 2022

After the year end the following people were appointed as trustees by the Board of Trustees for a four year term:

- Martin Brookes – appointed 18 September 2023
- Harry Barham – appointed 18 September 2023
- Christopher Parsons – appointed 18 September 2023

Trustees are appointed for terms of no more than four years and can serve no more than three consecutive terms. New trustees, up to a maximum of 12, can be appointed by the existing trustees.

Organisational Structure

The charity is governed by the Board of Trustees who are responsible for setting the strategic direction of the organisation and establishing policy. A Chief Executive is appointed by the Trustees to manage the day to day affairs of the charity.

Induction and Training of New Trustees

All new Trustees receive an induction briefing from the Chair and are invited to visit the regional centre in Newcastle to gain a greater understanding of how the organisation performs its work. As opportunities present themselves, Trustees are encouraged to attend external training events provided by organisations such as VONNE or Connected Voice that support the third sector in the North East.

Key Management Remuneration

All senior management pay scales are determined by the Board of Trustees and are in line with local and national roles at an equivalent level.

Wider Network

FareShare North East forms part of the FareShare network. As part of this national group the operations of FareShare North East are restricted to the North East of England, however there are opportunities to collaborate with the wider national network, especially in applying to certain types of funding.

Risk Management

The charity has an Executive Sub-committee, consisting of the Chair, Treasurer, and two experienced Trustees. Along with the Chief Executive, this Sub-committee meets quarterly to review key risks. These risks are assessed and logged in a comprehensive risk register, which covers risks including, but not limited to, Governance, External Risks, Finance, Operations, Regulatory, and Compliance.

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
YEAR ENDED 31 MARCH 2023

Trustees' responsibilities in relation to the Financial Statements

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 income 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 charity SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures being disclosed and explained in the financial statements; and
- Prepare the financial statements on a 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 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 responsible for safeguarding the assets of the charity and, hence, taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Examiner

A Resolution to appoint Claire Miller at Debére Limited as Independent Examiner for the ensuing year will be proposed at the Annual General Meeting. These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the trustees on 11 December 2023 and signed on its behalf by

Sir Paul Ennals - Chair

FARESHARE NORTH EAST
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
FARESHARE NORTH EAST
YEAR ENDED 31 MARCH 2023

I report on the accounts of the Charitable Incorporated Organisation for the year ended 31 March 2023, which are set out on pages 7 to 21.

Respective Responsibilities of Trustees and Examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this period under section 144(2) of the Charities Act 2011 ('the 2011 Act'), and that an independent examiners report is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of Independent Examiners Report

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the accounts. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently, I express no opinion as to whether the accounts present a 'true and fair view' and my report is limited to those specific matters set out in the independent examiner's statement.

Independent Examiner's Statement

In connection with my examination, no matter has come to my attention:

(1) Which gives me reasonable cause to believe that, in any material respect, the requirements to:

- keep accounting records in accordance with s130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act.

have not been met; or

(2) to which in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Claire Miller BA (Hons) FCA
Independent Examiner

ON BEHALF OF DEBÉRE LIMITED
Chartered Accountants

Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

Date: 11 December 2023

FARESHARE NORTH EAST
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MARCH 2023

	Note	Unrestricted Funds General £	Unrestricted Funds Designated £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Income from:						
Investment income	4	409	—	—	409	—
Charitable activities	5	531,536	—	158,843	690,379	528,276
Donations and legacies		<u>53,289</u>	<u>—</u>	<u>—</u>	<u>53,289</u>	<u>43,604</u>
Total income		<u>585,234</u>	<u>—</u>	<u>158,843</u>	<u>744,077</u>	<u>571,880</u>
Expenditure:						
Charitable activities		<u>398,902</u>	<u>23,633</u>	<u>134,897</u>	<u>557,432</u>	<u>509,247</u>
Total expenditure	6	<u>398,902</u>	<u>23,633</u>	<u>134,897</u>	<u>557,432</u>	<u>509,247</u>
Net incoming / (outgoing) resources before transfers	8	186,332	(23,633)	23,946	186,645	62,633
Transfers						
Gross transfers between funds		<u>(49,003)</u>	<u>49,003</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net movement in funds		137,329	25,370	23,946	186,645	62,633
Total funds brought forward		<u>81,559</u>	<u>148,301</u>	<u>141,753</u>	<u>371,613</u>	<u>308,980</u>
Total funds carried forward		<u>218,888</u>	<u>173,671</u>	<u>165,699</u>	<u>558,258</u>	<u>371,613</u>

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

All income and expenditure derives from continuing activities.

The notes on pages 9 to 21 form part of these financial statements

FARESHARE NORTH EAST

Charity Number: 1189901

BALANCE SHEET**31 MARCH 2023**

	Notes	2023	2022
		£	£
Fixed assets			
Intangible assets	9	2,701	2,680
Tangible assets	10	<u>246,584</u>	<u>188,560</u>
		249,285	191,240
Current assets			
Debtors	11	68,039	90,166
Cash at bank and in hand		<u>446,980</u>	<u>223,097</u>
		515,019	313,263
Creditors: amounts falling due within one year	12	<u>(196,881)</u>	<u>(108,013)</u>
Net current assets		318,138	205,250
Creditors: amounts falling due after more than one year	13	<u>(9,165)</u>	<u>(24,877)</u>
Net assets		<u>558,258</u>	<u>371,613</u>
Net assets			
Funds			
Restricted funds	14	165,699	141,753
Unrestricted funds:	15		
Designated funds		173,671	148,301
General funds		<u>218,888</u>	<u>81,559</u>
Total charity funds	16	<u>558,258</u>	<u>371,613</u>

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)).

For the year ended 31 March 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors/trustees responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476;
- The directors/trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the Board of Trustees on 11 December 2023 and signed on their behalf by:

Sir Paul Ennals
Chair

The notes on pages 9 to 21 form part of these financial statements

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES

Basis of preparation of financial statements

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 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 address of the charity's registered office and principal place of business is Stamfordham Road, Westerhope, Newcastle upon Tyne, NE5 5HH.

Fareshare North East meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the levels 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.

Fund accounting

Restricted funds are to be used for specified purposes as laid down by the donor. Expenditure which meets these criteria is identified to the fund, together with a fair allocation of overheads and support costs.

Unrestricted funds are donations and other incoming resources received or generated for the charitable purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular purposes.

Income

Income is recognised in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty. Income is deferred only when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Voluntary income received by way of donations and gifts to the charity is included in full in the Statement of Financial Activities when received. Intangible income is not included unless it represents goods or services which would have otherwise been purchased. Gifts in kind are valued and brought in as income and the appropriate expenditure. There were no gifts in kind in the year ended 31 March 2023.

Investment income

Interest is included when receivable by the charity.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES *(continued)*

Expenditure

All expenditure is accounted for on an accruals basis.

Charitable activities include all costs relating to activities where the primary aim is part of the objects of the charity along with the indirect costs. The indirect costs have been apportioned on a reasonable basis.

Governance costs include audit and accountancy fees as well as the Annual General Meeting costs.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities on a straight-line basis over the period of the lease.

Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and in hand includes cash held at bank and cash in hand.

Liabilities and provisions

Liabilities are recognised when there is an obligation at the Statement of Financial Position date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

Financial instruments

The charity has elected to apply the provisions of Section 11 "Basic Financial Instruments" of FRS 102, in full to all of its financial instruments. All of the charities financial assets and financial liabilities qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Pension costs

The charity provides a defined contribution scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions payable are charged to the Statement of Financial Activities.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES *(continued)*

Intangible Assets and Amortisation

Intangible assets are initially recorded at cost and are subsequently stated at cost less any accumulated amortisation and impairment losses.

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Website development	33% straight line
---------------------	-------------------

Tangible Fixed Assets and Depreciation

Tangible fixed assets are capitalised and included at cost.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment	15% reducing balance
Motor vehicles	25% reducing balance

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense unless these costs are required to be capitalised as an intangible or tangible fixed asset.

Employees are only entitled to carry forward unused holiday entitlement in exceptional circumstances, and only by agreement with management. The cost of any unused entitlement is recognised in the period in which the employee's services are required.

Critical Accounting Estimates and Areas Of Judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

The only significant area of judgement is the useful economic lives of fixed assets, details of which are given above.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

2. STATEMENT OF FINANCIAL ACTIVITIES FOR THE PRIOR YEAR

	<i>Note</i>	<i>Unrestricted Funds General £</i>	<i>Unrestricted Funds Designated £</i>	<i>Restricted Funds £</i>	<i>Total Funds 2022 £</i>
Income from:					
Investment income	4	–	–	–	–
Charitable activities	5	405,043	–	123,233	528,276
Donations and legacies		<u>43,604</u>	<u>–</u>	<u>–</u>	<u>43,604</u>
Total income		<u>448,647</u>	<u>–</u>	<u>123,233</u>	<u>571,880</u>
Expenditure:					
Charitable activities		<u>447,798</u>	<u>18,628</u>	<u>42,821</u>	<u>509,247</u>
Total expenditure	6	<u>447,798</u>	<u>18,628</u>	<u>42,821</u>	<u>509,247</u>
Net incoming / (outgoing) resources before transfers	8	849	(18,628)	80,412	62,633
Transfers					
Gross transfers between funds		<u>(85,765)</u>	<u>85,765</u>	<u>–</u>	<u>–</u>
Net movement in funds		<u>(84,916)</u>	<u>67,137</u>	<u>80,412</u>	<u>62,633</u>
Total funds brought forward		<u>166,475</u>	<u>81,164</u>	<u>61,341</u>	<u>308,980</u>
Total funds carried forward		<u>81,559</u>	<u>148,301</u>	<u>141,753</u>	<u>371,613</u>

3. COMPANY STATUS

The company is a charitable incorporated organisation.

4. INVESTMENT INCOME

	<i>Unrestricted Funds £</i>	<i>Restricted Funds £</i>	<i>2023 £</i>	<i>2022 £</i>
Bank interest	<u>409</u>	<u>–</u>	<u>409</u>	<u>–</u>

In the year ended 31 March 2023, income from other trading activities of £409 (2022: £nil) was unrestricted and £nil (2022: £nil) was restricted.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

5 INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	2023 £	2022 £
Connected Voice	4,000	–	4,000	–
Covid related grant	10,749	–	10,749	–
LGA Foundation	5,000	–	5,000	1,000
Joicey Trust	3,300	–	3,300	–
Postcode Lottery	25,000	–	25,000	–
William Leech	5,000	–	5,000	–
Middlesbrough Foundation	–	50,000	50,000	–
FSUK	75,254	108,843	184,097	32,928
Groundwork Tesco	2,375	–	2,375	–
Ludlow Trust	54,400	–	54,400	–
CLLD Funding	23,136	–	23,136	–
Fundraising	6,047	–	6,047	–
Membership income – CFM	253,042	–	253,042	272,313
William Webster Trust	–	–	–	3,000
The Shears Foundation	–	–	–	5,000
Bernicia Foundation	–	–	–	9,000
Kavli Foundation	–	–	–	82,083
Garfield Weston	30,000	–	30,000	25,000
Apprentice funding	31,034	–	31,034	17,243
Funding for food savouring role	3,199	–	3,199	–
	<u>531,536</u>	<u>158,843</u>	<u>690,379</u>	<u>447,567</u>
Grants transferred from the CIC:				
The National Lottery Community Fund	–	–	–	11,150
WRAP	–	–	–	60,659
Hadrian Trust	–	–	–	2,000
FORE	–	–	–	4,900
LGA	–	–	–	1,000
Greggs	–	–	–	1,000
	<u>–</u>	<u>–</u>	<u>–</u>	<u>80,709</u>
Total income from charitable activities	<u>531,536</u>	<u>158,843</u>	<u>690,379</u>	<u>528,276</u>

In the year ended 31 March 2023, income from charitable activities of £531,536 (2022: £405,043) was unrestricted and £158,843 (2022: £123,233) was restricted.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

6. EXPENDITURE

	Direct Costs £	Staff Costs £	Depre- ciation £	Other Costs £	2023 £	2022 £
Charitable activities	19,341	286,952	46,323	202,216	554,832	506,647
Governance costs	—	—	—	<u>2,600</u>	<u>2,600</u>	<u>2,600</u>
	<u>19,341</u>	<u>286,952</u>	<u>46,323</u>	<u>204,816</u>	<u>557,432</u>	<u>509,247</u>

In the year ended 31 March 2023, total expenditure of £422,535 (2022: £466,426) was unrestricted and £134,897 (2022: £42,821) was restricted.

Governance costs are made up as follows:

	2023 £	2022 £
Independent Examiners fees	1,250	1,250
Accountancy fees	<u>1,350</u>	<u>1,350</u>
	<u>2,600</u>	<u>2,600</u>

Other costs are made up as follows:

	2023 £	2022 £
Rent and utilities	4,015	5,133
Telephone	1,071	1,300
Printing and office supplies	8,764	5,940
Website costs	500	607
Repairs and maintenance	25,374	5,107
Cleaning and hygiene	2,399	4,122
Travelling expenses	5,053	1,698
Motor vehicles expenses	58,096	47,179
Vehicle hire	702	11,097
Equipment hire	1,910	2,935
Insurance	1,493	2,355
Fees and subscriptions	770	1,249
Training	640	533
Advertising	58	842
Consultancy and legal fees	19,570	18,621
Volunteer expenses	5,010	6,195
Bank charges	1,411	575
Interest payable on hire purchase agreements	1,885	786
Sundry expenses	—	1,242
Bad debt provision	19,398	22,203
Loan owed from group undertaking written off	—	61,245
Amounts owed from group undertaking written off	—	9,705
Interest payable on PAYE	16	—
Pest control	21,366	—
Volunteers training programme	<u>22,715</u>	<u>—</u>
	<u>202,216</u>	<u>210,669</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

7. STAFF COSTS, TRUSTEE REMUNERATION AND EXPENSES AND THE COST OF KEY MANAGEMENT PERSONNEL

The aggregate payroll costs were:

	2023	2022
	£	£
Wages and salaries	253,697	226,593
Social security costs	14,271	12,058
Other pension costs	4,370	3,982
Staff support costs	<u>14,614</u>	<u>400</u>
	<u>286,952</u>	<u>243,033</u>

No employee (2022: no employee) earned in excess of £60,000 (2022: £60,000) during the year.

Particulars of employees:

The average number of staff employed by the charity during the financial period amounted to:

	2023	2022
	No	No
Total	<u>13</u>	<u>13</u>

Trustees' remuneration and expenses

No remuneration directly or indirectly out of the charity was paid or payable for the current and previous periods to any trustee or any persons known to be connected with any of them. No reimbursement of expenses has been made or is due to be made to any of the trustees in respect of the current and previous periods.

As part of the organisation's insurance policy, trustees have been indemnified against consequence of any neglect or default on their behalf.

8. NET INCOMING / OUTGOING RESOURCES

Net incoming/(outgoing) resources are stated after charging:

	2023	2022
	£	£
Depreciation and amortisation	46,323	30,764
Accountancy and Independent Examiner's fees	<u>2,600</u>	<u>2,600</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

9 INTANGIBLE FIXED ASSETS

	Website Development £
Cost	
At 31 March 2022	4,000
Additions	1,750
Disposals	<u>—</u>
At 31 March 2023	<u>5,750</u>
Amortisation	
At 31 March 2022	1,320
Charge for the year	1,729
Disposals	<u>—</u>
At 31 March 2023	<u>3,049</u>
Net book value	
At 31 March 2023	<u>2,701</u>
At 31 March 2022	<u>2,680</u>

10 TANGIBLE FIXED ASSETS

	Equipment £	Motor Vehicles £	Total £
Cost			
At 31 March 2022	102,307	129,288	231,595
Additions	64,290	38,328	102,618
Disposals	<u>—</u>	<u>—</u>	<u>—</u>
At 31 March 2023	<u>166,597</u>	<u>167,616</u>	<u>334,213</u>
Depreciation			
At 31 March 2022	13,692	29,343	43,035
Charge for the year	14,817	29,777	44,594
Disposals	<u>—</u>	<u>—</u>	<u>—</u>
At 31 March 2023	<u>28,509</u>	<u>59,120</u>	<u>87,629</u>
Net book value			
At 31 March 2023	<u>138,088</u>	<u>108,496</u>	<u>246,584</u>
At 31 March 2022	<u>88,615</u>	<u>99,945</u>	<u>188,560</u>

All tangible fixed assets are held for charitable purposes.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

11. DEBTORS

	2023	2022
	£	£
Trade debtors	48,591	83,477
VAT and social security	16,479	4,072
Prepayments and accrued income	<u>2,969</u>	<u>2,617</u>
	68,039	90,166

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade creditors	41,001	12,894
Accruals and deferred income (see below)	127,661	76,400
Other creditors	12,507	3,007
Hire purchase agreements	<u>15,712</u>	<u>15,712</u>
	196,881	108,013

The obligations under hire purchase agreements of £15,712 (2022: £15,712) are secured by way of a fixed charge over the assets acquired.

	<i>31 March</i> 2022	Receivable	Released	31 March 2023
	£	£	£	£
Middlesbrough Football Club Foundation	20,000	–	(20,000)	–
Middlesbrough Philanthropic	30,000	–	(30,000)	–
Membership fees	26,400	19,900	(26,400)	19,900
Kavli Trust	–	79,156	–	79,156
Expenses accrued	<u>–</u>	<u>28,605</u>	<u>–</u>	<u>28,605</u>
	76,400	127,661	(76,400)	127,661

The deferrals included in creditors relate to those grants, donations and income specified as relating to a specific period and represent those parts of the grants, donations or income which relate to periods subsequent to the accounting year end and are treated as grants or income in advance, or alternatively where there are conditions which must be fulfilled prior to entitlement or use of the grant or donation by the charity.

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

	2023	2022
	£	£
Hire purchase agreements	<u>9,165</u>	<u>24,877</u>

The obligations under hire purchase agreements of £9,165 (2022: £24,877) are secured by way of a fixed charge over the assets acquired.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

14. RESTRICTED FUNDS

For the year ended 31 March 2023

	<i>Balance 31 March 2022 £</i>	Movement in resources:			Balance 31 March 2023 £
		Incoming £	Outgoing £	Transfers to Unrestricted £	
Middlesbrough Foundation	–	50,000	(18,865)	–	31,135
Asda Funding	15,589	–	(3,147)	–	12,442
FSUK	5,765	108,843	(24,085)	–	90,523
WRAP	6,938	–	(1,535)	–	5,403
Clothworkers	4,753	–	(1,188)	–	3,565
Kavil Foundation	82,083	–	(82,083)	–	–
Big Lottery	<u>26,625</u>	<u>–</u>	<u>(3,994)</u>	<u>–</u>	<u>22,631</u>
	<u>141,753</u>	<u>158,843</u>	<u>(134,897)</u>	<u>–</u>	<u>165,699</u>

For the period ended 31 March 2022:

	<i>Balance 31 March 2021 £</i>	Movement in resources:			Balance 31 March 2022 £
		Incoming £	Outgoing £	Transfers to Unrestricted £	
<i>The National Lottery Community Fund</i>	–	11,150	(11,150)	–	–
Asda Funding	17,743	–	(2,154)	–	15,589
FSUK	7,687	–	(1,922)	–	5,765
WRAP	29,574	–	(22,636)	–	6,938
Clothworkers	6,337	–	(1,584)	–	4,753
Kavil Foundation	–	82,083	–	–	82,083
Big Lottery	<u>–</u>	<u>30,000</u>	<u>(3,375)</u>	<u>–</u>	<u>26,625</u>
	<u>61,341</u>	<u>123,233</u>	<u>(42,821)</u>	<u>–</u>	<u>141,753</u>

The National Lottery Community Fund

Funding received to cover core costs for staff wages and volunteer costs.

Asda Funding

Capital funding received for capital improvements.

FSUK

Central van funding received for the purchase of a van.

WRAP

Funding received for various capacity enhancement, including reach truck, PPT, safety barriers, forklift truck charging, handwash and wage costs.

Clothworkers

Funding received for the purchase of a forklift truck.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

14. RESTRICTED FUNDS *(continued)*

Big Lottery

Funding received for the purchase of a fridge freezer.

Kavil Foundation

During 2021-22 funding was awarded from the Kavli Trust for a two-calendar year period. This funding was restricted in the first year to cover six months of core costs for the Tees Food Hub and also to fund a training programme in partnership with Nourish Food School. This training programme is running throughout the two year programme and will support beneficiaries in gaining valuable cookery life skills. For the second year, in addition to the partnership with Nourish Food School, funding has been awarded to recruit a Training Manager to support an in-house warehouse training programme.

Middlesbrough Foundation

Funding received for the purchase of refrigeration and costs for securing the Middlesbrough site.

15 UNRESTRICTED FUNDS

For the year ended 31 March 2023:

	<i>Balance At 31 Mar 2022 £</i>	Incoming £	Outgoing £	Transfers £	Balance At 31 Mar 2023 £
<i>Designated funds:</i>					
Capital fund	88,301	–	(23,633)	(2,374)	62,294
Contingencies for closure	<u>60,000</u>	<u>–</u>	<u>–</u>	<u>51,377</u>	<u>111,377</u>
Total designated funds	148,301	–	(23,633)	49,003	173,671
<i>General funds</i>	<u>81,559</u>	<u>585,234</u>	<u>(398,902)</u>	<u>(49,003)</u>	<u>218,888</u>
	229,860	585,234	(422,535)	–	392,559
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

For the period ended 31 March 2022:

	<i>Balance At 31 Mar 2021 £</i>	Incoming £	Outgoing £	Transfers £	Balance At 31 Mar 2022 £
<i>Designated funds:</i>					
Capital fund	21,164	–	(18,628)	85,765	88,301
Contingencies for closure	<u>60,000</u>	<u>–</u>	<u>–</u>	<u>–</u>	<u>60,000</u>
Total designated funds	81,164	–	(18,628)	85,765	148,301
<i>General funds</i>	<u>166,475</u>	<u>448,647</u>	<u>(447,798)</u>	<u>(85,765)</u>	<u>81,559</u>
	247,639	448,647	(466,426)	–	229,860
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

15 UNRESTRICTED FUNDS *(continued)*

Designated funds are as follows:

Capital fund – This fund includes all of the assets that are not covered by restricted funds less any hire purchase liabilities in relation to the assets.

Contingencies for closure – the balance has been based on the estimated costs of closing the charity.

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

For the year ended 31 March 2023:

	Intangible fixed assets £	Tangible fixed assets £	Net Current assets £	Long Term Liabilities £	Total 2023 £
Restricted funds:					
Asda Funding	–	12,442	–	–	12,442
FSUK	–	90,523	–	–	90,523
WRAP	–	5,403	–	–	5,403
Clothworkers	–	3,565	–	–	3,565
Big Lottery	–	22,631	–	–	22,631
Middlesbrough Foundation	–	24,849	6,286	–	31,135
	–	159,413	6,286	–	165,699
Designated funds:					
Capital fund	–	87,171	(15,712)	(9,165)	62,294
Contingencies for closure	–	–	111,377	–	111,377
General unrestricted funds	2,701	–	216,187	–	218,888
Total funds	2,701	246,584	318,138	(9,165)	558,258

For the period ended 31 March 2022:

	Intangible fixed assets £	Tangible fixed assets £	Net Current assets £	Long Term Liabilities £	Total 2022 £
Restricted funds:					
Asda Funding	–	15,589	–	–	15,589
FSUK	–	5,765	–	–	5,765
WRAP	–	6,938	–	–	6,938
Clothworkers	–	4,753	–	–	4,753
Kavil Foundation	–	–	82,083	–	82,083
Big Lottery	–	26,625	–	–	26,625
	–	59,670	82,083	–	141,753
Designated funds:					
Capital fund	–	128,890	(15,712)	(24,877)	88,301
Contingencies for closure	–	–	60,000	–	60,000
General unrestricted funds	2,680	–	78,879	–	81,559
Total funds	2,680	188,560	205,250	(24,877)	371,613

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2023

17. CONTROLLING PARTY

In the opinion of the trustees the charity is not controlled by any single party.

18. TAXATION

The charity is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

Accounts

FARESHARE NORTH EAST
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

Charity Number: 1189901

DEBÉRE LIMITED
Chartered Accountants
Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

FARESHARE NORTH EAST
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

CONTENTS	PAGES
Officers and professional advisers	1
Trustees' annual report	2 to 5
Independent Examiners Report	6
Statement of financial activities	7
Balance sheet	8
Notes to the financial statements	9 - 21

FARESHARE NORTH EAST
MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS
YEAR ENDED 31 MARCH 2022

Reference and Administrative Information

Registered Office	Stamfordham Road Westerhope Newcastle upon Tyne NE5 5HH
Board of Trustees	Sir Paul Ennals Craig Bankhead Jane Streater Jane Tiplady Andrew Hook Graeme Heron Molly Dunne
Chief Executive	Jake Hanmore
Independent Examiner	Debére Limited Chartered Accountants Swallow House Parsons Road Washington Tyne & Wear NE37 1EZ
Bankers	Unity Trust Bank Plc 4 Brindley Place Birmingham B1 2JB

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES
YEAR ENDED 31 MARCH 2022

The trustees present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of 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 & Activities

The charity's objectives are contained in its Foundation Constitution, which states (a) the relief of poverty and the promotion of good health and nutrition in North East England by redistributing surplus produce (in particular food) to organisations working to meet the needs of individuals in social, economic, health-related or emotional distress, and the needs of children; and (b) the conservation, protection and improvement of the physical environment through the reduction of food waste. The trustees have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing aims and objectives, and in planning future activities. In particular, the trustees consider how planned activities will contribute to the aims & objectives they have set.

Now into its second year as a fully registered charity, building on a decade of experience operating as a Community Interest Company as part of Changing Lives, FareShare North East has gone from strength to strength. The high water mark of our activities during the Covid-19 Pandemic has subsided, leaving behind a sustainable charity that is capable of delivering double the amount of impact based on levels before the Pandemic.

As anticipated, the number of groups FareShare North East supports has reduced to a more manageable level of 220 groups throughout the year, compared to 356 during the previous year. The amount of food redistributed has also decreased to 1,470 tonnes, down from 2,021, over the course of the year. To give comparison to before the Pandemic, FareShare North East redistributed just 637 tonnes across the whole of 2019, to an average of just over 100 community groups. Being able to scale up to respond to Covid-19 quickly, and being able to return to operate sustainably at more than double the former capacity, shows that FareShare North East has adapted well to life as an independent charity and can expect to deliver sustainable growth in future.

Details of specific aims, activities, and achievements are included in the Achievements and Performance section of the Trustees Report below.

Achievements & Performance

FareShare North East serves one of 21 regions covered by the FareShare Network. In partnership with FareShare UK, FareShare North East covers the geographic North East of England, working to re-distribute fit for purpose, in-date, quality surplus products from the food industry to charities and community groups. A wide range of groups benefit, including school breakfast clubs, drop-in centres, homelessness projects and pantries.

During the reporting year of 2021/22, FareShare North East redistributed 1,470 tonnes of food to 220 charities, which contributed towards providing 3.4 million meals in the community. Although less food was redistributed overall, this should be seen as a successful return to a new normal, with FareShare North East now able to sustainably support the redistribution of twice as much food compared to before the pandemic.

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
YEAR ENDED 31 MARCH 2022

Financial Review

Now into the second full year of operating as an independent charity, FareShare has managed to establish sufficient reserves to ensure it can continue to operate sustainably. These reserves have enabled FareShare to confidently continue to serve many of the community groups that it signed up during the Covid-19 pandemic, as well as having an eye towards future growth and capacity improvements.

One of these major capacity improvements was agreed by the Board of Trustees early in the year, which involved investing in a substantially larger chiller and freezer to give capacity for future growth. This chiller was funded out of core costs, on the understanding that FareShare UK, the national charity responsible for the wider network, fully supported these growth plans and suggested that they would shortly be in a position to retrospectively fund such endeavours. The relevant funding was received as expected early in the current financial year.

As with the previous Annual Report, risks to food volume were identified as a key threat to future sustainability. Investing in capacity to receive more food and continuing to carefully manage existing inventory are key measures to help mitigate this risk, with FareShare North East continuing to do both carefully and sustainably.

Additionally, this year the hive up process between the old Community Interest Company that FareShare used to operate with and the CIO took place, with all assets and resources from the CIC transferring to the CIO, which are now represented in this set of accounts.

Principal Funding Sources

The charity has a mix of funding sources, from grants, trusts, corporate partners, and contributions from community groups through membership of FareShare North East's redistribution activities. In past years this last stream of income, the community group membership, has formed the vast majority of income for the charity.

Notable funders this year include:

- Kavli Trust
- Garfield & Weston
- William Webster Trust
- The Shears Foundation
- Bernicia Foundation

During the year a hive-up transfer from the dormant Community Interest Company that FareShare used to operate took place, with recent funders of the CIC noted in this year's Annual Report for the CIO.

Reserves Policy

As at 31 March 2022 the total unrestricted reserves were £229,860, of which £60,000 belongs to a designated fund for closure costs, £88,301 belongs to a designated capital fund whilst £81,559 consists of unrestricted funds available to cover operational costs.

The Trustees have set a reserves target of the equivalent of at least 6 months operational costs, plus the equivalent of any associated redundancy and winding up costs as the minimum value of unrestricted reserves to be held at any one time. This creates a target for 2022/23 of £291,693. Currently the unrestricted reserve is £81,559 and the closure cost fund £60,000. Whilst this is significantly below our reserves target, trustees are confident that we will make progress towards the target in the coming financial year. The main reason for the drop is that during the year a new chiller was purchased costing over £70,000 and a transfer was made to the capital fund to cover the NBV of this asset. Funding was received from FareShare UK after the end of the year to cover this acquisition and this grant will be reflected in the accounts for 2022/23.

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
YEAR ENDED 31 MARCH 2022

Plans for Future Periods

The key objectives for the charity in 2022/23 are:

- Grow consistently throughout the year, to reach 259 community group members;
- Increase food supply to the community, with a target of redistributing 1,400 tonnes of surplus food during the year;
- Fully open a hub in Teesside to allow for additional growth to the south of the region; and
- Working in partnership with JET & Nourish Food School, deliver cookery skills training at the community cafe on site at Newcastle.

Structure, Governance, and Management

Governing Document

The charity is registered as a Charitable Incorporated Organisation with the Charity Commission. The charity is governed by a Foundation Model Constitution document.

Recruitment and Appointment of New Trustees

The current trustees of the charity were appointed during the formation and registration of the organisation with the Charity Commission. Trustees are appointed for terms of no more than four years, and can serve no more than three consecutive terms. New trustees, up to a maximum of 12, can be appointed by the existing trustees.

Organisational Structure

The charity is governed by the Board of Trustees who are responsible for setting the strategic direction of the organisation and establishing policy. A Chief Executive is appointed by the Trustees to manage the day to day affairs of the charity.

Induction and Training of New Trustees

All new Trustees receive an induction briefing from the Chair and are invited to visit the regional centre in Newcastle to gain a greater understanding of how the organisation performs its work. As opportunities present themselves, Trustees are encouraged to attend external training events provided by organisations such as VONNE or Connected Voice that support the third sector in the North East.

Key Management Remuneration

All senior management pay scales are determined by the Board of Trustees and are in line with local and national roles at an equivalent level.

Wider Network

FareShare North East forms part of the FareShare network. As part of this national group the operations of FareShare North East are restricted to the North East of England, however there are opportunities to collaborate with the wider national network, especially in applying to certain types of funding.

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
YEAR ENDED 31 MARCH 2022

Risk Management

The charity has an Executive Sub-committee, consisting of the Chair, Treasurer, and two experienced Trustees. Along with the Chief Executive, this Sub-committee meets quarterly to review key risks. These risks are assessed and logged in a comprehensive risk register, which covers risks including, but not limited to, Governance, External Risks, Finance, Operations, Regulatory, and Compliance.

Trustees' responsibilities in relation to the Financial Statements

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 income 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 charity SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures being disclosed and explained in the financial statements; and
- Prepare the financial statements on a 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 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 responsible for safeguarding the assets of the charity and, hence, taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Examiner

A Resolution to appoint Claire Miller at Debére Limited as Independent Examiner for the ensuing year will be proposed at the Annual General Meeting.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the trustees on 6 September 2022 and signed on its behalf by

Sir Paul Ennals - Chair

FARESHARE NORTH EAST
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
FARESHARE NORTH EAST
YEAR ENDED 31 MARCH 2022

I report on the accounts of the Charitable Incorporated Organisation for the year ended 31 March 2022, which are set out on pages 7 to 21.

Respective Responsibilities of Trustees and Examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this period under section 144(2) of the Charities Act 2011 ('the 2011 Act'), and that an independent examiners report is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of Independent Examiners Report

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the accounts. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently, I express no opinion as to whether the accounts present a 'true and fair view' and my report is limited to those specific matters set out in the independent examiner's statement.

Independent Examiner's Statement

In connection with my examination, no matter has come to my attention:

(1) Which gives me reasonable cause to believe that, in any material respect, the requirements to:

- keep accounting records in accordance with s130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act.

have not been met; or

(2) to which in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Claire Miller BA (Hons) FCA
Independent Examiner

ON BEHALF OF DEBÉRE LIMITED
Chartered Accountants

Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

Date: 6 September 2022

FARESHARE NORTH EAST
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MARCH 2022

	Note	Unrestricted Funds General £	Unrestricted Funds Designated £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Income from:						
Other trading activities	4	17,243	–	–	17,243	18,563
Charitable activities	5	387,800	–	123,233	511,033	546,158
Donations and legacies		<u>43,604</u>	<u>–</u>	<u>–</u>	<u>43,604</u>	<u>3,812</u>
Total income		<u>448,647</u>	<u>–</u>	<u>123,233</u>	<u>571,880</u>	<u>568,533</u>
Expenditure:						
Charitable activities		<u>447,798</u>	<u>18,628</u>	<u>42,821</u>	<u>509,247</u>	<u>259,553</u>
Total expenditure	6	<u>447,798</u>	<u>18,628</u>	<u>42,821</u>	<u>509,247</u>	<u>259,553</u>
Net incoming / (outgoing) resources before transfers	8	849	(18,628)	80,412	62,633	308,980
Transfers						
Gross transfers between funds		<u>(85,765)</u>	<u>85,765</u>	<u>–</u>	<u>–</u>	<u>–</u>
Net movement in funds		(84,916)	67,137	80,412	62,633	308,980
Total funds brought forward		<u>166,475</u>	<u>81,164</u>	<u>61,341</u>	<u>308,980</u>	<u>–</u>
Total funds carried forward		<u>81,559</u>	<u>148,301</u>	<u>141,753</u>	<u>371,613</u>	<u>308,980</u>

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

All income and expenditure derives from continuing activities.

The notes on pages 9 to 21 form part of these financial statements

FARESHARE NORTH EAST

Charity Number: 1189901

BALANCE SHEET**31 MARCH 2022**

	Notes	2022	2021
		£	£
Fixed assets			
Intangible assets	9	2,680	1,780
Tangible assets	10	<u>188,560</u>	<u>47,099</u>
		191,240	48,879
Current assets			
Debtors	11	90,166	171,390
Cash at bank and in hand		<u>223,097</u>	<u>195,530</u>
		313,263	366,920
Creditors: amounts falling due within one year	12	<u>(108,013)</u>	<u>(106,819)</u>
Net current assets		205,250	260,101
Creditors: amounts falling due after more than one year	13	<u>(24,877)</u>	<u>—</u>
Net assets		<u>371,613</u>	<u>308,980</u>
Net assets			
Funds			
Restricted funds	14	141,753	61,341
Unrestricted funds:	15		
Designated funds		148,301	81,164
General funds		<u>81,559</u>	<u>166,475</u>
Total charity funds	16	<u>371,613</u>	<u>308,980</u>

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)).

For the year ended 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors/trustees responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476;
- The directors/trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the Board of Trustees on 6 September 2022 and signed on their behalf by:

Sir Paul Ennals
Chair

The notes on pages 9 to 21 form part of these financial statements

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES

Basis of preparation of financial statements

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 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 address of the charity's registered office and principal place of business is Stamfordham Road, Westerhope, Newcastle upon Tyne, NE5 5HH.

Fareshare North East meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the levels 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.

Fund accounting

Restricted funds are to be used for specified purposes as laid down by the donor. Expenditure which meets these criteria is identified to the fund, together with a fair allocation of overheads and support costs.

Unrestricted funds are donations and other incoming resources received or generated for the charitable purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular purposes.

Income

Income is recognised in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty. Income is deferred only when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Voluntary income received by way of donations and gifts to the charity is included in full in the Statement of Financial Activities when received. Intangible income is not included unless it represents goods or services which would have otherwise been purchased. Gifts in kind are valued and brought in as income and the appropriate expenditure. There were no gifts in kind in the year ended 31 March 2022.

Investment income

Interest is included when receivable by the charity.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES *(continued)*

Expenditure

All expenditure is accounted for on an accruals basis.

Charitable activities include all costs relating to activities where the primary aim is part of the objects of the charity along with the indirect costs. The indirect costs have been apportioned on a reasonable basis.

Governance costs include salary (approximately 10% of Chief Executive Officer role) cost attributable to the management of the charity's assets, organisational and administration and compliance with constitutional and statutory requirements. Governance costs also include audit and accountancy fees as well as the Annual General Meeting costs.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities on a straight-line basis over the period of the lease.

Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and in hand includes cash held at bank and cash in hand.

Liabilities and provisions

Liabilities are recognised when there is an obligation at the Statement of Financial Position date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

Financial instruments

The charity has elected to apply the provisions of Section 11 "Basic Financial Instruments" of FRS 102, in full to all of its financial instruments. All of the charity's financial assets and financial liabilities qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Pension costs

The charity provides a defined contribution scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions payable are charged to the Statement of Financial Activities.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES *(continued)*

Intangible Assets and Amortisation

Intangible assets are initially recorded at cost and are subsequently stated at cost less any accumulated amortisation and impairment losses.

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Website development	33% straight line
---------------------	-------------------

Tangible Fixed Assets and Depreciation

Tangible fixed assets are capitalised and included at cost.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment	15% reducing balance
Motor vehicles	25% reducing balance

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense unless these costs are required to be capitalised as an intangible or tangible fixed asset.

Employees are only entitled to carry forward unused holiday entitlement in exceptional circumstances, and only by agreement with management. The cost of any unused entitlement is recognised in the period in which the employee's services are required.

Critical Accounting Estimates and Areas Of Judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

The only significant area of judgement is the useful economic lives of fixed assets, details of which are given above.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

2. STATEMENT OF FINANCIAL ACTIVITIES FOR THE PRIOR YEAR

	Note	Unrestricted Funds General £	Unrestricted Funds Designated £	Restricted Funds £	Total Funds 2021 £
Income from:					
Other trading activities	4	18,563	–	–	18,563
Charitable activities	5	370,519	–	175,639	546,158
Donations and legacies		<u>3,812</u>	<u>–</u>	<u>–</u>	<u>3,812</u>
Total income		<u>392,894</u>	<u>–</u>	<u>175,639</u>	<u>568,533</u>
Expenditure:					
Charitable activities		<u>138,941</u>	<u>6,314</u>	<u>114,298</u>	<u>259,553</u>
Total expenditure	6	<u>138,941</u>	<u>6,314</u>	<u>114,298</u>	<u>259,553</u>
Net incoming / (outgoing) resources before transfers	8	253,953	(6,314)	61,341	308,980
Transfers					
Gross transfers between funds		(87,478)	87,478	–	–
Net movement in funds					
Total funds brought forward		<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>
Total funds carried forward		<u>166,475</u>	<u>81,164</u>	<u>61,341</u>	<u>308,980</u>

3. COMPANY STATUS

The company is a charitable incorporated organisation.

4. INCOME FROM OTHER TRADING ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	2022 £	2021 £
Miscellaneous income	<u>17,243</u>	<u>–</u>	<u>17,243</u>	<u>18,563</u>
	<u>17,243</u>	<u>–</u>	<u>17,243</u>	<u>18,563</u>

In the year ended 31 March 2022, income from other trading activities of £17,243 (2021: £18,563) was unrestricted and £nil (2021: £nil) was restricted.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

5 INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	2022 £	2021 £
Covid related grant	–	–	–	10,000
Community Foundation	1,000	–	1,000	20,250
Castles & Coast Housing Association	–	–	–	1,000
Aviva Crowdfunder	–	–	–	927
DEFRA Support	–	–	–	25,000
Light Up Wylam	–	–	–	1,707
Manning Trust	–	–	–	1,000
The National Lottery Community Fund	–	–	–	72,349
Asda Funding	–	–	–	30,500
FSUK	2,928	30,000	32,928	33,201
WRAP	–	–	–	39,688
Transition Fund	–	–	–	40,000
Clothworkers	–	–	–	9,900
Fundraising	–	–	–	2,859
Membership income – CFM	272,313	–	272,313	159,156
Membership income – FSUK grant	–	–	–	98,621
William Webster Trust	3,000	–	3,000	–
The Shears Foundation	5,000	–	5,000	–
Bernicia Foundation	9,000	–	9,000	–
Kavli Foundation	–	82,083	82,083	–
Garfield Weston	25,000	–	25,000	–
	<u>318,241</u>	<u>112,083</u>	<u>430,324</u>	<u>546,158</u>

Grants transferred from the CIC:

	Unrestricted Funds £	Restricted Funds £	2022 £	2021 £
The National Lottery Community Fund	–	11,150	11,150	–
WRAP	60,659	–	60,659	–
Hadrian Trust	2,000	–	2,000	–
FORE	4,900	–	4,900	–
LGA	1,000	–	1,000	–
Greggs	1,000	–	1,000	–
	<u>69,559</u>	<u>11,150</u>	<u>80,709</u>	<u>–</u>
Total income from charitable activities	<u>387,800</u>	<u>123,233</u>	<u>511,033</u>	<u>546,158</u>

In the year ended 31 March 2022, income from charitable activities of £387,800 (2021: 370,519) was unrestricted and £123,233 (2021: £175,639) was restricted.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

6. EXPENDITURE

	Direct Costs £	Staff Costs £	Depre- ciation £	Other Costs £	2022 £	2021 £
Charitable activities	22,181	243,033	30,764	210,669	506,647	256,953
Governance costs	—	—	—	<u>2,600</u>	<u>2,600</u>	<u>2,600</u>
	<u>22,181</u>	<u>243,033</u>	<u>30,764</u>	<u>213,269</u>	<u>509,247</u>	<u>259,553</u>

In the year ended 31 March 2022, total expenditure of £466,426 (2021: £145,255) was unrestricted and £42,821 (2021: £114,298) was restricted.

Governance costs are made up as follows:

	2022 £	2021 £
Independent Examiners fees	1,250	1,250
Accountancy fees	<u>1,350</u>	<u>1,350</u>
	<u>2,600</u>	<u>2,600</u>

Other costs are made up as follows:

	2022 £	2021 £
Rent and utilities	5,133	4,800
Telephone	1,300	683
Printing and office supplies	5,940	2,052
Website costs	607	1,149
Repairs and maintenance	5,107	10,107
Cleaning and hygiene	4,122	3,127
Travelling expenses	1,698	—
Motor vehicles expenses	47,179	21,272
Vehicle hire	11,097	9,796
Equipment hire	2,935	—
Insurance	2,355	2,958
Fees and subscriptions	1,249	72
Training	533	822
Advertising	842	—
Consultancy and legal fees	18,621	12,404
Voluntary expenses	6,195	10,656
Bank charges	575	317
Interest payable on hire purchase agreements	786	—
Sundry expenses	1,242	315
Bad debt provision	22,203	—
Loan owed from group undertaking written off	61,245	—
Amounts owed from group undertaking written off	<u>9,705</u>	<u>—</u>
	<u>210,669</u>	<u>80,530</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

7. STAFF COSTS, TRUSTEE REMUNERATION AND EXPENSES AND THE COST OF KEY MANAGEMENT PERSONNEL

The aggregate payroll costs were:

	2022	<i>2021</i>
	£	<i>£</i>
Wages and salaries	226,593	136,234
Social security costs	12,058	7,783
Other pension costs	3,982	3,536
Staff support costs	<u>400</u>	<u>—</u>
	<u>243,033</u>	<u>147,553</u>

No employee earned in excess of £60,000 (2021: none) during the year.

Particulars of employees:

The average number of staff employed by the charity during the financial period amounted to:

	2022	<i>2021</i>
	No	<i>No</i>
Total	<u>13</u>	<u>9</u>

Key management personnel

The key management personnel of the charity comprise the trustees and the business manager. Total employee benefits of the key management personnel for the year were £1,100 (2021: £990).

Trustees' remuneration and expenses

No remuneration directly or indirectly out of the charity was paid or payable for the current and previous periods to any trustee or any persons known to be connected with any of them. No reimbursement of expenses has been made or is due to be made to any of the trustees in respect of the current and previous periods.

As part of the organisation's insurance policy, trustees have been indemnified against consequence of any neglect or default on their behalf.

8. NET INCOMING / OUTGOING RESOURCES

Net incoming/(outgoing) resources are stated after charging:

	2022	<i>2021</i>
	£	<i>£</i>
Depreciation and amortisation	30,764	13,591
Accountancy and Independent Examiner's fees	<u>2,600</u>	<u>2,600</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

9 INTANGIBLE FIXED ASSETS

	Website Development £
Cost	
At 31 March 2021	2,000
Additions	2,000
Disposals	<u>—</u>
At 31 March 2022	<u>4,000</u>
Amortisation	
At 31 March 2021	220
Charge for the year	1,100
Disposals	<u>—</u>
At 31 March 2022	<u>1,320</u>
Net book value	
At 31 March 2022	<u>2,680</u>
At 31 March 2021	<u>1,780</u>

10 TANGIBLE FIXED ASSETS

	Equipment £	Motor Vehicles £	Total £
Cost			
At 31 March 2021	8,155	52,315	60,470
Additions	94,152	76,973	171,125
Disposals	<u>—</u>	<u>—</u>	<u>—</u>
At 31 March 2022	<u>102,307</u>	<u>129,288</u>	<u>231,595</u>
Depreciation			
At 31 March 2021	292	13,079	13,371
Charge for the year	13,400	16,264	29,664
Disposals	<u>—</u>	<u>—</u>	<u>—</u>
At 31 March 2022	<u>13,692</u>	<u>29,343</u>	<u>43,035</u>
Net book value			
At 31 March 2022	<u>88,615</u>	<u>99,945</u>	<u>188,560</u>
At 31 March 2021	<u>7,863</u>	<u>39,236</u>	<u>47,099</u>

All tangible fixed assets are held for charitable purposes.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

11. DEBTORS

	2022 £	2021 £
Trade debtors	83,477	74,188
VAT and social security	4,072	18,407
Prepayments and accrued income	2,617	1,688
Amounts due from group undertakings	<u>—</u>	<u>77,107</u>
	<u>90,166</u>	<u>171,390</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade creditors	12,894	4,124
Accruals and deferred income (see below)	76,400	90,300
Other creditors	3,007	12,395
Hire purchase agreements	<u>15,712</u>	<u>—</u>
	<u>108,013</u>	<u>106,819</u>

The obligations under hire purchase agreements of £15,712 (2021: £nil) are secured by way of a fixed charge over the assets acquired.

	<i>31 March</i> <i>2021</i> <i>£</i>	Receivable £	Released £	31 March 2022 £
Middlesbrough Football Club Foundation	—	20,000	—	20,000
Middlesbrough Philanthropic	30,000	—	—	30,000
Garfield Weston	25,000	—	(25,000)	—
Membership fees	<u>32,700</u>	<u>26,400</u>	<u>(32,700)</u>	<u>26,400</u>
	<u>87,700</u>	<u>46,400</u>	<u>(57,700)</u>	<u>76,400</u>

The deferrals included in creditors relate to those grants, donations and income specified as relating to a specific period and represent those parts of the grants, donations or income which relate to periods subsequent to the accounting year end and are treated as grants or income in advance, or alternatively where there are conditions which must be fulfilled prior to entitlement or use of the grant or donation by the charity.

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

	2022 £	2021 £
Hire purchase agreements	<u>24,877</u>	<u>—</u>

The obligations under hire purchase agreements of £24,877 (2021: £nil) are secured by way of a fixed charge over the assets acquired.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

14. RESTRICTED FUNDS

For the year ended 31 March 2022

	<i>Balance 31 March 2021 £</i>	Movement in resources:			<i>Balance 31 March 2022 £</i>
		Incoming £	Outgoing £	Transfers to Unrestricted £	
The National Lottery Community Fund	–	11,150	(11,150)	–	–
Asda Funding	17,743	–	(2,154)	–	15,589
FSUK	7,687	–	(1,922)	–	5,765
WRAP	29,574	–	(22,636)	–	6,938
Clothworkers	6,337	–	(1,584)	–	4,753
Kavil Foundation	–	82,083	–	–	82,083
Big Lottery	–	<u>30,000</u>	<u>(3,375)</u>	<u>–</u>	<u>26,625</u>
	<u>61,341</u>	<u>123,233</u>	<u>(42,821)</u>	<u>–</u>	<u>141,753</u>

For the period ended 31 March 2021:

	Movement in resources:			<i>Balance 31 March 2021 £</i>
	Incoming £	Outgoing £	Transfers to Unrestricted £	
<i>The National Lottery Community Fund</i>	62,350	(62,350)	–	–
<i>Asda Funding</i>	30,500	(12,757)	–	17,743
<i>FSUK</i>	33,201	(25,514)	–	7,687
<i>WRAP</i>	39,688	(10,114)	–	29,574
<i>Clothworkers</i>	<u>9,900</u>	<u>(3,563)</u>	<u>–</u>	<u>6,337</u>
	<u>175,639</u>	<u>(114,298)</u>	<u>–</u>	<u>61,341</u>

The National Lottery Community Fund

Funding received to cover core costs for staff wages and volunteer costs (2021: funding also covered PPE expenditure).

Asda Funding

Capital funding received for capital improvements (2021: funding also covered driver salaries).

FSUK

Central van funding received for the purchase of a van (2021: funding also covered driver salaries and £7,501 towards the CEO role).

WRAP

Funding received for various capacity enhancement, including reach truck, PPT, safety barriers, forklift truck charging, handwash and wage costs.

Clothworkers

Funding received for the purchase of a forklift truck.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

14. RESTRICTED FUNDS *(continued)*

Big Lottery

Funding received for the purchase of a fridge freezer.

Kavil Foundation

During the year funding was awarded from the Kavli Trust for a two calendar year period. This funding is restricted in the first year to cover six months of core costs for the upcoming Tees Food Hub, due to open late 2022, and fund a training programme in partnership with Nourish Food School. This training programme is due to run throughout the two year programme and will support beneficiaries in gaining valuable cookery life skills. For the second year, in addition to the partnership with Nourish Food School, funding has been awarded to recruit a Training Manager to support an in-house warehouse training programme.

15 UNRESTRICTED FUNDS

For the year ended 31 March 2022:

	<i>Balance At 31 Mar 2021 £</i>	Incoming £	Outgoing £	Transfers £	Balance At 31 Mar 2022 £
<i>Designated funds:</i>					
Capital fund	21,164	–	(18,628)	85,765	88,301
Contingencies for closure	<u>60,000</u>	<u>–</u>	<u>–</u>	<u>–</u>	<u>60,000</u>
Total designated funds	81,164	–	(18,628)	85,765	148,301
<i>General funds</i>	<u>166,475</u>	<u>448,647</u>	<u>(447,798)</u>	<u>(85,765)</u>	<u>81,559</u>
	247,639	448,647	(466,426)	–	229,860
	<u>=====</u>	<u>=====</u>	<u>=====</u>	<u>=====</u>	<u>=====</u>

For the period ended 31 March 2021:

	Incoming £	Outgoing £	Transfers £	Balance At 31 Mar 2021 £
<i>Designated funds:</i>				
Capital fund	–	(6,314)	27,478	21,164
Contingencies for closure	<u>–</u>	<u>–</u>	<u>60,000</u>	<u>60,000</u>
Total designated funds	–	(6,314)	87,478	81,164
<i>General funds</i>	<u>392,894</u>	<u>(138,941)</u>	<u>(87,478)</u>	<u>166,475</u>
	392,894	(145,255)	–	247,639
	<u>=====</u>	<u>=====</u>	<u>=====</u>	<u>=====</u>

Designated funds are as follows:

Capital fund – This fund includes all of the assets that are not covered by restricted funds less any hire purchase liabilities in relation to the assets.

Contingencies for closure – the balance has been based on the estimated costs of closing the charity.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

For the year ended 31 March 2022:

	Intangible fixed assets £	Tangible fixed assets £	Net Current assets £	Long Term Liabilities £	Total 2022 £
Restricted funds:					
Asda Funding	–	15,589	–	–	15,589
FSUK	–	5,765	–	–	5,765
WRAP	–	6,938	–	–	6,938
Clothworkers	–	4,753	–	–	4,753
Kavil Foundation	–	–	82,083	–	82,083
Big Lottery	–	<u>26,625</u>	–	–	<u>26,625</u>
	–	59,670	82,083	–	141,753
Designated funds:					
Capital fund	–	128,890	(15,712)	(24,877)	88,301
Contingencies for closure	–	–	60,000	–	60,000
General unrestricted funds	<u>2,680</u>	–	<u>78,879</u>	–	<u>81,559</u>
Total funds	<u>2,680</u>	<u>188,560</u>	<u>205,250</u>	<u>(24,877)</u>	<u>371,613</u>

For the period ended 31 March 2021:

	Intangible fixed assets £	Tangible fixed assets £	Net current assets £	Total 2021 £
Restricted funds:				
Asda Funding	–	2,971	14,772	17,743
FSUK	–	7,687	–	7,687
WRAP	–	8,940	20,634	29,574
Clothworkers	–	<u>6,337</u>	–	<u>6,337</u>
	–	25,935	35,406	61,341
Designated funds:				
Capital fund	–	21,164	–	21,164
Contingencies for closure	–	–	60,000	60,000
General unrestricted funds	<u>1,780</u>	–	<u>164,695</u>	<u>166,475</u>
Total funds	<u>1,780</u>	<u>47,099</u>	<u>260,101</u>	<u>308,980</u>

17. CONTROLLING PARTY

In the opinion of the trustees the charity is not controlled by any single party.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2022

18. TAXATION

The charity is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

Accounts

FARESHARE NORTH EAST
UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2021

Charity Number: 1189901

DEBÉRE LIMITED
Chartered Accountants
Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

FARESHARE NORTH EAST
FINANCIAL STATEMENTS
PERIOD ENDED 31 MARCH 2021

CONTENTS	PAGES
Officers and professional advisers	1
Trustees' annual report	2 to 5
Independent Examiners Report	6
Statement of financial activities	7
Balance sheet	8
Notes to the financial statements	9 - 18

FARESHARE NORTH EAST
MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS
PERIOD ENDED 31 MARCH 2021

Reference and Administrative Information

Registered Office	Stamfordham Road Westerhope Newcastle upon Tyne NE5 5HH
Board of Trustees	Sir Paul Ennals Craig Bankhead Jane Streater Jane Tiplady Andrew Hook Graeme Heron Molly Dunne
Key Management Personnel	Jake Hanmore
Independent Examiner	Debére Limited Chartered Accountants Swallow House Parsons Road Washington Tyne & Wear NE37 1EZ
Bankers	Unity Trust Bank Plc Four Brindley Place Birmingham B1 2JB

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES
PERIOD ENDED 31 MARCH 2021

The trustees present their report with the financial statements of the charity for the period ended 31 March 2021. The trustees have adopted the provisions of 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 & Activities

The charity's objectives are contained in its Foundation Constitution, which states (a) the relief of poverty and the promotion of good health and nutrition in North East England by redistributing surplus produce (in particular food) to organisations working to meet the needs of individuals in social, economic, health-related or emotional distress, and the needs of children; and (b) the conservation, protection and improvement of the physical environment through the reduction of food waste. The trustees have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing aims and objectives, and in planning future activities. In particular, the trustees consider how planned activities will contribute to the aims & objectives they have set.

Although this is FareShare North East's first annual report as a registered charity, FareShare North East has had a presence in the region as a Community Interest Company under Changing Lives since 2010. After successful registration on 11th June 2020, the charity began to arrange a transfer of undertakings from Changing Lives, culminating in the transfer of ownership of the Community Interest Company from Changing Lives to the charity on 1st July 2020. Building on a decade of successful delivery as a Community Interest Company, the charity is well placed to continue to grow and reach more community groups across the North East. The charity started trading on 1 July 2020; however certain assets and liabilities were not transferred from the CIC at that point in time. It is anticipated that the transfer will take place during 2021/22 at which stage the CIC will be struck off.

During the course of the reporting year, FareShare North East supported 356 community groups, including schools, community cafes, older persons' luncheon clubs, and sheltered accommodation. Over this year, FareShare North East redistributed 2,021 tonnes of food to these groups, and served the whole of the North East region, including Northumberland, Tyne & Wear, County Durham, and the Tees Valley. In addition, the charity ran an Employability & Skills programme, training 34 people in Warehousing & Storage, Lean Systems, and Food Hygiene - all to Level 2 on the national skills framework.

Details of specific aims, activities, and achievements are included in the Achievements and Performance section of the Trustees Report below.

Achievements & Performance

FareShare North East serves one of 21 regions covered by the FareShare Network. In partnership with FareShare UK, FareShare North East covers the geographic North East of England, working to re-distribute fit for purpose, in-date, quality surplus products from the food industry to charities and community groups. A wide range of groups benefit, including school breakfast clubs, drop-in centres, homelessness projects and food banks. FareShare North East also supports holiday hunger programmes, including Newcastle Council & Streetgames' Best Summer Ever programme that helps to reach some of the estimated 9,000 school children in Newcastle-upon-Tyne experiencing food poverty.

During the reporting period of 2020/21, FareShare North East redistributed 2,021 tonnes of food to 356 charities, which contributed towards providing 4.8 million meals in the community. Compared to activity undertaken by the Community Interest Company, Cyrenians FareShare North East, this represents a substantial increase in charitable activity, with demand during the Covid-19 pandemic increasing enormously.

FareShare North East continued to operate throughout the pandemic, including during all national lockdowns, operating as a key front line service provider. Prior to the pandemic, FareShare North East had been serving around 140 community groups, including during its time operating as a Community Interest Company and part of Changing Lives. The volume of food redistributed also increased; prior to the pandemic Cyrenians FareShare North East redistributed around 700 tonnes of food for the previous year.

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
PERIOD ENDED 31 MARCH 2021

In addition to FareShare North East's core redistribution work, volunteering opportunities have also been provided to over 150 people across the year, with many of those volunteers staying on long term. The charity also runs an Employability & Skills programme, in partnership with Gateshead College, with participants completing a mix of classroom and practical volunteering experience during the programme. Each participant is supported with job search coaching and interview practice, as well as gaining level 2 qualifications in Warehousing & Storage, Lean Systems, and Food Hygiene. Over the course of the year the programme has supported 21 people into paid employment, as well as helping 34 to gain qualifications and experience.

Financial Review

These accounts summarise the activities undertaken in the 9 month period from 1 July 2020 to 31 March 2021. This first period for the new charity presented unique financial and operational challenges. Financially, we established ourselves as a new charity with no immediate financial cushion other than a very positive reputation for delivery and considerable scope for growth. Whilst the pandemic presented extraordinary challenges, it also provided the opportunity for our service to more than double in size and range, and we were able to tap the generosity of donors to support us. We set ourselves the expectation of creating sufficient surplus in our first period of operation to make real progress towards creating a reserve. We were successful in this endeavour.

The key risk to the charity is loss of earned income through its redistribution activities, either through the closure of community groups or loss of food volumes. During the pandemic FareShare North East supported community groups in adapting their activities to continue during the lockdown periods, and through the wider FareShare network secured funding to cover this earned income - passed on in turn to the community by removing membership costs for six months.

No direct funding is expected to continue into the next financial year, with multi-year funding programmes coming to an end this financial year - notably Asda and The National Lottery Community Fund ending this year.

Principal Funding Sources

The charity has a mix of funding sources, from grants, trusts, corporate partners, and contributions from community groups through membership of FareShare North East's redistribution activities. In past years this last stream of income, the community group membership, has formed the vast majority of income for the charity. With the rapid scaling up, and the support from the wider FareShare network to waive these memberships for six months, the majority of income for this year came from grants, trusts, and foundations.

Notable funders this year include Asda, The National Lottery Community Fund, WRAP, Sir James Knott Trust, Co-op, LGA Foundation, Greggs Foundation, FORE Trust, Hadrian Trust and the Clothworkers Foundation. The main corporate partner of the charity this year has been LNER, who have provided volunteers, held fundraisers, and added FareShare North East as a partner charity for their customers to choose to donate to by rounding up train ticket sales.

Reserves Policy

As at 31 March 2021 the total reserves were £308,980, of which £60,000 belongs to a designated fund for closure costs, £21,164 belongs to a designated capital fund whilst £166,475 consists of unrestricted funds available to cover operational costs.

The Trustees have set a reserves target of the equivalent of at least 6 months operational costs, plus the equivalent of any associated redundancy and winding up costs as the minimum value of unrestricted reserves to be held at any one time. This creates a target for 2021-22 of £212,205. Currently the unrestricted reserve is £166,475. In the forthcoming year, the trustees are budgeting for an increased turnover, requiring an increase in size of reserve. The trustees are satisfied that we have made positive progress towards meeting our reserves target during our first period of operation.

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
PERIOD ENDED 31 MARCH 2021

Plans for Future Periods

With the unprecedented Covid-19 pandemic still having an impact, the key objectives for the charity in 2021/22 are:

- Maintain a stable membership base of around 220 community group members
- Ensure a steady supply of food to the community, with a target of redistributing 1,200 tonnes of surplus food during the year
- Invest in increasing capacity in the Newcastle regional centre by commissioning a larger chiller & freezer
- Invest in increasing capacity in the south of the region by opening a second regional centre in the Teesside area
- Through partnership working, re-open the community cafe co-located on site in Newcastle and offer cookery skills training alongside hospitality training

Structure, Governance, and Management

Governing Document

The charity is registered as a Charitable Incorporated Organisation with the Charity Commission. The charity is governed by a Foundation Model Constitution document.

Recruitment and Appointment of New Trustees

The current trustees of the charity were appointed during the formation and registration of the organisation with the Charity Commission. Trustees are appointed for terms of no more than four years, and can serve no more than three consecutive terms. New trustees, up to a maximum of 12, can be appointed by the existing trustees.

Organisational Structure

The charity is governed by the Board of Trustees who are responsible for setting the strategic direction of the organisation and establishing policy. A Chief Executive is appointed by the Trustees to manage the day to day affairs of the charity.

Induction and Training of New Trustees

All new Trustees receive an induction briefing from the Chair and are invited to visit the regional centre in Newcastle to gain a greater understanding of how the organisation performs its work. As opportunities present themselves, Trustees are encouraged to attend external training events provided by organisations such as VONNE or Connected Voice that support the third sector in the North East.

Key Management Remuneration

All senior management pay scales are determined by the Board of Trustees and are in line with local and national roles at an equivalent level.

Wider Network

FareShare North East forms part of the FareShare network. As part of this national group the operations of FareShare North East are restricted to the North East of England, however there are opportunities to collaborate with the wider national network, especially in applying to certain types of funding.

FARESHARE NORTH EAST
REPORT OF THE TRUSTEES *(continued)*
PERIOD ENDED 31 MARCH 2021

Risk Management

The charity has an Executive Sub-committee, consisting of the Chair, Treasurer, and two experienced Trustees. Along with the Chief Executive, this Sub-committee meets quarterly to review key risks. These risks are assessed and logged in a comprehensive risk register, which covers risks including, but not limited to, Governance, External Risks, Finance, Operations, Regulatory, and Compliance.

Trustees' responsibilities in relation to the Financial Statements

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 income 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 charity SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures being disclosed and explained in the financial statements; and
- Prepare the financial statements on a 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 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 responsible for safeguarding the assets of the charity and, hence, taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Examiner

A Resolution to appoint Claire Miller at Debére Limited as Independent Examiner for the ensuing year will be proposed at the Annual General Meeting.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the trustees on 11 February 2022 and signed on its behalf by



Sir Paul Ennals - Chair

FARESHARE NORTH EAST
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
FARESHARE NORTH EAST
PERIOD ENDED 31 MARCH 2021

I report on the accounts of the Charitable Incorporated Organisation for the period ended 31 March 2021, which are set out on pages 7 to 18.

Respective Responsibilities of Trustees and Examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this period under section 144(2) of the Charities Act 2011 ('the 2011 Act'), and that an independent examiners report is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of Independent Examiners Report

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the accounts. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently, I express no opinion as to whether the accounts present a 'true and fair view' and my report is limited to those specific matters set out in the independent examiner's statement.

Independent Examiner's Statement

In connection with my examination, no matter has come to my attention:

(1) Which gives me reasonable cause to believe that, in any material respect, the requirements to:

- keep accounting records in accordance with s130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act.

have not been met; or

(2) to which in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.


Claire Miller BA (Hons) FCA
Independent Examiner

ON BEHALF OF DEBÉRE LIMITED
Chartered Accountants

Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

Date: 11 February 2022

FARESHARE NORTH EAST
STATEMENT OF FINANCIAL ACTIVITIES
9 MONTH PERIOD ENDED 31 MARCH 2021

	Note	Unrestricted Funds General £	Unrestricted Funds Designated £	Restricted Funds £	Total Funds 2021 £
Income from:					
Other trading activities	3	18,563	–	–	18,563
Charitable activities	4	370,519	–	175,639	546,158
Donations and legacies		<u>3,812</u>	<u>–</u>	<u>–</u>	<u>3,812</u>
Total income		<u>392,894</u>	<u>–</u>	<u>175,639</u>	<u>568,533</u>
Expenditure:					
Charitable activities		<u>138,941</u>	<u>6,314</u>	<u>114,298</u>	<u>259,553</u>
Total expenditure	5	<u>138,941</u>	<u>6,314</u>	<u>114,298</u>	<u>259,553</u>
Net incoming / (outgoing) resources before transfers	7	253,953	(6,314)	61,341	308,980
Transfers					
Gross transfers between funds		(87,478)	87,478	–	–
Net movement in funds					
Total funds brought forward		<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>
Total funds carried forward		<u>166,475</u>	<u>81,164</u>	<u>61,341</u>	<u>308,980</u>

The statement of financial activities includes all gains and losses recognised in the period.

All income and expenditure derives from continuing activities.

The notes on pages 9 to 18 form part of these financial statements

FARESHARE NORTH EAST

Charity Number: 1189901

BALANCE SHEET**31 MARCH 2021**

	Notes	£	£
Fixed assets			
Intangible assets	8	1,780	
Tangible assets	9	<u>47,099</u>	
			48,879
Current assets			
Debtors	10	171,390	
Cash at bank and in hand		<u>195,530</u>	
		366,920	
Creditors: amounts falling due within one year	11	<u>(106,819)</u>	
Net current assets			<u>260,101</u>
Net assets			<u>308,980</u>
Net assets			
Funds			
Restricted funds	12		61,341
Unrestricted funds:	13		
Designated funds			81,164
General funds			<u>166,475</u>
Total charity funds	14		<u>308,980</u>

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)).

For the period ended 31 March 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors/trustees responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476;
- The directors/trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the Board of Trustees on 11 February 2022 and signed on their behalf by:



Sir Paul Ennals
Chair

The notes on pages 9 to 18 form part of these financial statements

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 31 MARCH 2021

1 ACCOUNTING POLICIES

Basis of preparation of financial statements

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 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 address of the charity's registered office and principal place of business is Stamfordham Road, Westerhope, Newcastle upon Tyne, NE5 5HH.

Fareshare North East meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

Fund accounting

Restricted funds are to be used for specified purposes as laid down by the donor. Expenditure which meets these criteria is identified to the fund, together with a fair allocation of overheads and support costs.

Unrestricted funds are donations and other incoming resources received or generated for the charitable purposes.

Income

Income is recognised in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty. Income is deferred only when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Voluntary income received by way of donations and gifts to the charity is included in full in the Statement of Financial Activities when received. Intangible income is not included unless it represents goods or services which would have otherwise been purchased. Gifts in kind are valued and brought in as income and the appropriate expenditure. There were no gifts in kind in the period ended 31 March 2021.

Investment income

Interest is included when receivable by the charity.

Expenditure

All expenditure is accounted for on an accruals basis.

Charitable activities include all costs relating to activities where the primary aim is part of the objects of the charity along with the indirect costs. The indirect costs have been apportioned on a reasonable basis.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 31 MARCH 2021

1 ACCOUNTING POLICIES *(continued)*

Governance costs include salary (approximately 10% of Chief Executive Officer role) cost attributable to the management of the charity's assets, organisational and administration and compliance with constitutional and statutory requirements. Governance costs also include audit and accountancy fees as well as the Annual General Meeting costs.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities on a straight-line basis over the period of the lease.

Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and in hand includes cash held at bank and cash in hand.

Liabilities and provisions

Liabilities are recognised when there is an obligation at the Statement of Financial Position date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

Financial instruments

The charity has elected to apply the provisions of Section 11 "Basic Financial Instruments" of FRS 102, in full to all of its financial instruments. All of the charities financial assets and financial liabilities qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Pension costs

The charity provides a defined contribution scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions payable are charged to the Statement of Financial Activities.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 31 MARCH 2021

1 ACCOUNTING POLICIES *(continued)*

Intangible Assets and Amortisation

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses.

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Website development	33% straight line
---------------------	-------------------

Tangible Fixed Assets and Depreciation

Tangible fixed assets are capitalised and included at cost.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment	15% reducing balance
Motor vehicles	25% reducing balance

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense unless these costs are required to be capitalised as an intangible or tangible fixed asset.

Employees are only entitled to carry forward unused holiday entitlement in exceptional circumstances, and only by agreement with management. The cost of any unused entitlement is recognised in the period in which the employee's services are required.

Critical Accounting Estimates And Areas Of Judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

The only significant area of judgement is the useful economic lives of fixed assets, details of which are given above.

2. COMPANY STATUS

The company is a charitable incorporated organisation.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 31 MARCH 2021

3. INCOME FROM OTHER TRADING ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	2021 £
Miscellaneous income	<u>18,563</u>	<u>—</u>	<u>18,563</u>

In the period ended 31 March 2021, income from other trading activities of £18,563 was unrestricted and £nil was restricted.

4 INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	2021 £
Covid related grant	10,000	—	10,000
Community Foundation	20,250	—	20,250
Castles & Coast Housing Association	1,000	—	1,000
Aviva Crowdfunder	927	—	927
DEFRA Support	25,000	—	25,000
Light Up Wylam	1,707	—	1,707
Manning Trust	1,000	—	1,000
The National Lottery Community Fund	9,999	62,350	72,349
Asda Funding	—	30,500	30,500
FSUK	—	33,201	33,201
WRAP	—	39,688	39,688
Transition Fund	40,000	—	40,000
Clothworkers	—	9,900	9,900
Fundraising	2,859	—	2,859
Membership income - CFM	159,156	—	159,156
Membership income – FSUK grant	<u>98,621</u>	<u>—</u>	<u>98,621</u>
	<u>370,519</u>	<u>175,639</u>	<u>546,158</u>

In the period ended 31 March 2021, income from charitable activities of £370,519 was unrestricted and £175,639 was restricted.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 31 MARCH 2021

5. EXPENDITURE

	Direct Costs £	Staff Costs £	Depre- ciation £	Other Costs £	2021 £
Charitable activities	15,279	147,553	13,591	80,530	256,953
Governance costs	<u>—</u>	<u>—</u>	<u>—</u>	<u>2,600</u>	<u>2,600</u>
	<u>15,279</u>	<u>147,553</u>	<u>13,591</u>	<u>83,130</u>	<u>259,553</u>

In the period ended 31 March 2021, total expenditure of £145,255 was unrestricted and £114,298 was restricted.

Governance costs are made up as follows:

	2021 £
Independent Examiners fees	1,250
Accountancy fees	<u>1,350</u>
	<u>2,600</u>

Other costs are made up as follows:

	2021 £
Rent and utilities	4,800
Telephone	683
Printing and office supplies	2,052
Website costs	1,149
Repairs and maintenance	10,107
Cleaning and hygiene	3,127
Motor vehicles expenses	21,272
Vehicle hire	9,796
Insurance	2,958
Fees and subscriptions	72
Training	822
Consultancy and legal fees	12,404
Voluntary expenses	10,656
Bank charges	317
Sundry expenses	<u>315</u>
	<u>80,530</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 31 MARCH 2021

6. STAFF COSTS, TRUSTEE REMUNERATION AND EXPENSES AND THE COST OF KEY MANAGEMENT PERSONNEL

The aggregate payroll costs were:

	2021
	£
Wages and salaries	136,234
Social security costs	7,783
Other pension costs	<u>3,536</u>
	<u>147,553</u>

No employee earned in excess of £60,000 during the period.

Particulars of employees:

The average number of staff employed by the charity during the financial period amounted to:

	2021
	No
Total	<u>9</u>

Key management personnel

The key management personnel of the charity comprise the trustees and the business manager. Total employee benefits of the key management personnel for the period were £900.

Trustees' remuneration and expenses

No remuneration directly or indirectly out of the charity was paid or payable for the period to any trustee or any persons known to be connected with any of them. No reimbursement of expenses has been made or is due to be made to any of the trustees in respect of the period.

As part of the organisation's insurance policy, trustees have been indemnified against consequence of any neglect or default on their behalf.

7. NET INCOMING / OUTGOING RESOURCES

Net incoming/(outgoing) resources are stated after charging:

	2021
	£
Depreciation and amortisation	13,591
Accountancy and Independent Examiner's fees	<u>2,600</u>
	<u>16,191</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 31 MARCH 2021

8 INTANGIBLE FIXED ASSETS

	Website Development £
Cost	
Additions	2,000
Disposals	<u>—</u>
At 31 March 2021	<u>2,000</u>
Amortisation	
Charge for the period	220
Disposals	<u>—</u>
At 31 March 2021	<u>220</u>
Net book value	
At 31 March 2021	<u>1,780</u>

9 TANGIBLE FIXED ASSETS

	Equipment £	Motor Vehicles £	Total £
Cost			
Additions	8,155	52,315	60,470
Disposals	<u>—</u>	<u>—</u>	<u>—</u>
At 31 March 2021	<u>8,155</u>	<u>52,315</u>	<u>60,470</u>
Depreciation			
Charge for the period	292	13,079	13,371
Disposals	<u>—</u>	<u>—</u>	<u>—</u>
At 31 March 2021	<u>292</u>	<u>13,079</u>	<u>13,371</u>
Net book value			
At 31 March 2021	<u>7,863</u>	<u>39,236</u>	<u>47,099</u>

All tangible fixed assets are held for charitable purposes.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 31 MARCH 2021

10. DEBTORS

	2021 £
Trade debtors	74,188
VAT and social security	18,407
Prepayments and accrued income	1,688
Amounts due from group undertakings	<u>77,107</u>
	<u>171,390</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £
Trade creditors	4,124
Accruals and deferred income	90,300
Other creditors	<u>12,395</u>
	<u>106,819</u>

	Receivable £	Released £	31 March 2021 £
Middlesbrough Philanthropic	30,000	–	30,000
Garfield Weston	25,000	–	25,000
Membership fees	<u>37,800</u>	<u>(5,100)</u>	<u>32,700</u>
	<u>92,800</u>	<u>(5,100)</u>	<u>87,700</u>

The deferrals included in creditors relate to those grants, donations and income specified as relating to a specific period and represent those parts of the grants, donations or income which relate to periods subsequent to the accounting year end and are treated as grants or income in advance, or alternatively where there are conditions which must be fulfilled prior to entitlement or use of the grant or donation by the charity.

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 31 MARCH 2021

12. RESTRICTED FUNDS

For the period ended 31 March 2021

	Movement in resources:			Balance 31 March 2021
	Incoming £	Outgoing £	Transfers to Unrestricted £	£
The National Lottery Fund	62,350	(62,350)	–	–
Asda Funding	30,500	(12,757)	–	17,743
FSUK	33,201	(25,514)	–	7,687
WRAP	39,688	(10,114)	–	29,574
Clothworkers	<u>9,900</u>	<u>(3,563)</u>	<u>–</u>	<u>6,337</u>
	<u>175,639</u>	<u>(114,298)</u>	<u>–</u>	<u>61,341</u>

The National Lottery Community Fund

Funding received to cover core costs for staff wages and PPE expenditure.

Asda Funding

Van and driver funding received towards staff wages. Capital funding received for capital improvements.

FSUK

Central van and driver funding received primarily for the purchase of a van, with the balance covering supporting driver salaries. £7,501 was received towards the CEO role.

WRAP

Funding received for various capacity enhancement, including reach truck, PPT, safety barriers, forklift truck charging, handwash and wage costs.

Clothworkers

Funding received for the purchase of a forklift truck.

13 Unrestricted funds

For the period ended 31 March 2021:

	Incoming £	Outgoing £	Transfers £	Balance At 31 Mar 2021 £
<i>Designated funds:</i>				
Capital fund	–	(6,314)	27,478	21,164
Contingencies for closure	<u>–</u>	<u>–</u>	<u>60,000</u>	<u>60,000</u>
Total designated funds	–	(6,314)	87,478	81,164
<i>General funds</i>	<u>392,894</u>	<u>(138,941)</u>	<u>(87,478)</u>	<u>166,475</u>
	<u>392,894</u>	<u>(145,255)</u>	<u>–</u>	<u>247,639</u>

FARESHARE NORTH EAST
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 31 MARCH 2021

13 Unrestricted funds *(continued)*

Designated funds are as follows:

Capital fund – This fund includes all of the assets that are not covered by restricted funds.

Contingencies for closure – the balance has been based on the estimated costs of closing the charity.

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

For the period ended 31 March 2021:

	Intangible fixed assets £	Tangible fixed assets £	Net current assets £	Total 2021 £
Restricted funds:				
Asda Funding	–	2,971	14,772	17,743
FSUK	–	7,687	–	7,687
WRAP	–	8,940	20,634	29,574
Clothworkers	–	<u>6,337</u>	–	<u>6,337</u>
	–	25,935	35,406	61,341
Designated funds:				
Capital fund	–	21,164	–	21,164
Contingencies for closure	–	–	60,000	60,000
General unrestricted funds	<u>1,780</u>	–	<u>164,695</u>	<u>166,475</u>
Total funds	<u>1,780</u>	<u>47,099</u>	<u>260,101</u>	<u>308,980</u>

15. CONTROLLING PARTY

In the opinion of the trustees the charity is not controlled by any single party.

16. TAXATION

The charity is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.