

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

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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	Debère 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
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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

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

	Note	Unrestricted Funds General £	Unrestricted Funds Designated £	Restricted Funds £	Total Funds 2022 £
Income from:					
Investment income	4	–	–	–	–
Charitable activities	5	405,043	–	123,233	528,276
Donations and legacies		<u>43,604</u>	–	–	<u>43,604</u>
Total income		<u>448,647</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>	–	–
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

	Unrestricted Funds £	Restricted Funds £	2023 £	2022 £
Bank interest	<u>409</u>	–	<u>409</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	—	—	—	2,600	2,600	2,600
	19,341	286,952	46,323	204,816	557,432	509,247

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	1,350	1,350
	2,600	2,600

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	22,715	—
	202,216	210,669

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>
<i>At 31 March 2022</i>	<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>
<i>At 31 March 2022</i>	<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>
	<u>68,039</u>	<u>90,166</u>

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>
	<u>196,881</u>	<u>108,013</u>

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> <i>2022</i> £	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>
	<u>76,400</u>	<u>127,661</u>	<u>(76,400)</u>	<u>127,661</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

	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:			<i>Balance 31 March 2023 £</i>
		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>
	141,753	158,843	(134,897)	–	165,699

For the period ended 31 March 2022:

	<i>Balance 31 March 2021 £</i>	Movement in resources:			<i>Balance 31 March 2022 £</i>
		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>
	61,341	123,233	(42,821)	–	141,753

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.