

TRANSFORMING CHOICE

**ANNUAL REPORT & FINANCIAL STATEMENTS
FOR THE PERIOD FROM
26TH JANUARY 2021 TO 31ST MARCH 2022**

Charity Registration No. 1193231

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TRANSFORMING CHOICE

TRUSTEES' ANNUAL REPORT FOR THE PERIOD FROM 26TH JANUARY 2021 TO 31ST MARCH 2022

The Trustees present their report and financial statements for the Charitable Incorporated Organisation for the period from 26th January 2021 to 31st March 2022.

The financial statements have been prepared in accordance with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published (FRS 102) (effective 1st January 2019).

OBJECTIVES AND ACTIVITIES

Transforming Choice delivers alcohol detox and rehabilitation services for people with dependencies to alcohol and other substances.

Transforming Choice delivers its charitable objects through provision of:

A residential tapered alcohol withdrawal detox and rehabilitation programme

Transitional and long term supported, and semi supported accommodation

Trauma therapies, specifically EMDR and Rewind

'ichoose' – a community-based programme of activity offering open ended peer support and a platform to develop friendships and peer support networks

Mission and values

Transforming Choice was borne out of a passion for social justice for those on the fringes of society: people dealt an unfair hand in life, further perpetuated by inefficient services and broken systems. With this in mind, we exist to do more than simply provide a detox and rehabilitation service. We exist to:

- Disrupt the status quo within services and systems intended for people with multiple and complex needs
- To provide fair and meaningful opportunities for people who are seeking to change their lives
- To provide a platform that empowers people to take back control over their own lives, enabling them to explore past experiences and traumas within a safe environment
- To provide the knowledge and skills required to underpin emotional wellbeing, enabling independence and self-reliance.

Public Benefits

To advance the health of adults experiencing alcohol dependency issues through the provision of residential and non-residential programmes of support and to provide support and advice to their families

ACHIEVEMENTS AND PERFORMANCE

In 2022, we focused on stabilising our core functions and developing our workforce, ensuring a solid foundation on which to grow the organisation on. This included:

- Strengthening our board of trustees
- Recruiting an additional director role into the leadership team to build capacity and focus on development of Transforming Choice

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TRUSTEES' ANNUAL REPORT FOR THE PERIOD FROM 26TH JANUARY 2021 TO 31ST MARCH 2022

- Undertaking an accelerated internal training programme to upskill staff and increase capacity within the team
- Implementing robust back-office systems to ensure accuracy within financial procedures
- Revising terms and conditions of employment to ensure we are not only a responsible employer, but to prioritise wellbeing and development opportunities for employees of the organisation
- Developing our website to make it easier for people to understand our offer, refer into our services and make donations
- Secure core and unrestricted funding to provide 'breathing space' (funding secured from the Garfield Weston Foundation Donation)
- Secure funding to scale up ichoose programme (funding secured from The National Lottery Community Fund)
- Achieving 'outstanding' status from the Care Quality Commission for our residential alcohol detox and rehabilitation provision (December 2021)
- 70 people accessed alcohol detox and rehabilitation services with Transforming Choice – 87% completed the 12-week programme and were supported into transitional accommodation with Transforming Choice or appropriate accommodation with other providers
- 31 people were provided with support and guidance through our transitional accommodation offer, 24 were supported into independent accommodation, or other supported living to support their personal growth.
- 29 people consistently accessed 'ichoose' activities in the community including yoga, meditation, a range of holistic therapies, football and numerous trips to places of interest across the North West
- 24 people completed peer mentor training and volunteered their time with the organisation, providing support to new residents and building their own resilience.

Staff

Transforming Choice staff members, 15 of our team have overcome addictions to alcohol and other substances and have experience of the homeless system. Eight of our staff have been recruited after completing the Transforming Choice detox and rehab programme.

Transforming Choice trustees are committed to ensuring that the charity and the programmes it delivers are led by people with lived experience. This is pivotal to the success of the organisation.

Volunteers

All graduates of the Transforming Choice detox and rehab programme are invited to undertake peer mentor training, and to volunteer their time as peer mentors when new groups arrive. Peer mentors are an essential resource and provide the staff team with much needed additional capacity. Additionally, undertaking peer mentor duties is a positive activity for residents who have graduated from the programme, enabling them to continue to build their own resilience and stability.

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At any one time, we have between 15 and 25 active peer mentors. Peer mentors volunteer the majority of their time during the first three to four weeks of a new programme, overall volunteer peer mentor hours during this are approximately 40-70 hours per week.

FINANCIAL REVIEW

Total income for the period was £1,036,849

Total expenditure for the period was £778,028, leaving a surplus for the year of £258,821.

At 31st March 2022 the Charitable Incorporated Organisation's reserves stood at £258,821 of which £105,551 represented restricted funds.

RISK MANAGEMENT

The trustees have assessed the major risks to which the Charitable Incorporated Organisation is exposed and are satisfied those systems are in place to manage exposure to the major risks

RESERVES POLICY

It is the policy of the Charitable Incorporated Organisation to maintain unrestricted funds, which are free reserves at a level to cover a redundancy provision and one month running costs should no further funding be received

As at the end of the financial year the unrestricted funds totalled £153,270. The Charitable Incorporated Organisation requires £56,462 for redundancy provision, £53,282 for one month running costs, (total £109,744). The trustee plans are to increase the number of months of unrestricted reserves to three months.

PLANS FOR THE FUTURE

Our '2030 plan' outlining our aims for the coming years, this is accompanied by a 12-month action plan utilised by the Senior Leadership Team to delegate areas of work and measure progress against our longer-term plan. Our 2030 plan highlights our priority areas of development being:

- Grow our network of accommodation and develop the offer to prevent us needing to refer people on from rehab into inadequate or unsuitable housing solutions.
- Look to launch additional detox and rehab provision within the Liverpool City Region to meet demand for services – consider target demographics, i.e. increased demand for young people
- Launch and develop ichoose programme to provide open ended peer support and programme of activity to promote stability in those in recovery – initially within the Liverpool City boundary, extended across the City Region by 2030

Purchase 30 Aigburth Drive from Liverpool City Council to safeguard our location for the future

Begin work with registered provider to secure a minimum of two additional properties from which to provide semi-supported accommodation

Secure further unrestricted funding and build reserves in line with reserves policy

Further develop ichoose programme through increased partnership working across the VCSE, housing and statutory sectors

Further developing our approach to trauma and trauma therapy, delivering, and enabling access to effective treatments for residents to address unresolved trauma

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Continue internal training and workforce development

Begin research around efficacy of tapered alcohol withdrawal in partnership with Liverpool John Moores University and the Royal Liverpool University Hospital.

We will seek to recruit a further two trustees to the board in 2022-2023 to add capacity and expand the skillset of the trustees to enable delivery of our 2030 plan.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Transforming Choice is a registered Charitable Incorporated Organisation (CIO), number 1193231 registered on 25th January 2021 under the terms of the Constitution 17th December 2020, formerly Transforming Choice CIC company number 07992556

Overall supervision of the organisation is undertaken by the Board of Trustees: Peter Morris (Chair), Sir Mark Hedley, Dr Frank Hargreaves and Nicola Blundell (joined February 2022). Day to day management of Transforming Choice is the responsibility of the Senior Leadership Team consisting of two directors and a Head of Service.

Since the transition of Transforming Choice from a Community Interest Company (CIC) to a Charitable Incorporated Organisation (CIO) in January 2021, we've taken steps to strengthen the governance of the organisation, undertaking policy reviews, adapting procedures, and upgrading systems to ensure robust governance of the charity. This work is ongoing and will continue into 2023.

The first charity trustees are as follows and are appointed for the following terms:–

Frank Hargreaves for 3 years

Peter Brennan for 3 years

Sir Mark Hedley for 2 years

Peter Morris for 2 years

There must be at least three charity trustees. If the number falls below this minimum, the remaining trustee or trustees may act only to call a meeting of the charity trustees or appoint a new charity trustee.

The maximum number of charity trustees is 9. The charity trustees may not appoint any charity trustee if as a result the number of charity trustees would exceed the maximum.

Appointment of charity trustees

Apart from the first charity trustees, every trustee must be appointed for a term of three years by a resolution passed at a properly convened meeting of the charity trustees.

In selecting individuals for appointment as charity trustees, the charity trustees must have regard to the skills, knowledge and experience needed for the effective administration of the CIO.

Information for new charity trustees

The charity trustees will make available to each new charity trustee, on or before his or her first appointment:

- (a) a copy of the current version of this constitution; and
- (b) a copy of the CIO's latest Trustees' Annual Report and statement of accounts.

TRANSFORMING CHOICE

TRUSTEES' ANNUAL REPORT FOR THE PERIOD FROM 26TH JANUARY 2021 TO 31ST MARCH 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Name Transforming Choice

Charity number 1193231

Address & Office 30 Aigburth Drive,
Liverpool,
England,
L17 4JH

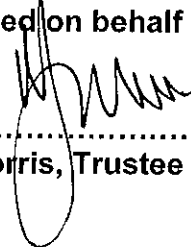
Trustees The members of the Board of Trustees are as follows:

N Blundell	(Appointed 18 th February 2022)
P Brennan	(Resigned 18 th February 2022)
Dr F Hargreaves	(Appointed 25 th January 2021)
Sir M Hedley	(Appointed 25 th January 2021)
P J Morris	(Appointed 25 th January 2021)

Independent Examiner Paula Sanchez, ACCA
c/o LCVS
151 Dale Street,
Liverpool,
L2 2AH

Bankers The Co-operative Bank plc,
PO Box 250,
Skelmersdale,
WN8 6WT

Signed on behalf of the Trustees


.....
P Morris, Trustee

31/3/2022
.....
Date

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF TRANSFORMING CHOICE

I report on the accounts of the Charitable Incorporated Organisation for the period from 26th January 2021 to 31st March 2022 which are set out on pages 8 to 19.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this period under section 144(2) of the Charities Act 2011 (the 2011 Act) (Regulation 31(f)) also on the 29th June 2022 an audit dispensation was granted by the Charity Commission and an independent examination is needed instead.

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

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view, and the report is limited to those matters set out in the statement below.

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 section 130 of the Charities Act;
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act

have not been met; or

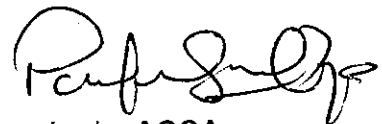
(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Name: **Mrs Paula Sanchez**

Relevant professional qualification or body: **ACCA**

Address: **c/o LCVS 151 Dale Street, L2 2AH**

Dated: **16th August 2022**



TRANSFORMING CHOICE

STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD FROM 26TH JANUARY 2021 TO 31ST MARCH 2022

	Notes	Unrestricted Funds	Restricted Funds	Total Funds
Period from 26 th Jan 2021 to 31 st Mar 2022				
		£	£	£
Income and Endowments from:				
Donations and legacies	2a	7,862	-	7,862
Charitable activities	2b	694,667	244,200	938,867
Other income	2d	90,120	-	90,120
		-----	-----	-----
Total income		792,649	244,200	1,036,849
		-----	-----	-----
Expenditure on:				
Charitable activities	3	639,379	138,649	778,028
		-----	-----	-----
Total expenditure		639,379	138,649	778,028
		-----	-----	-----
Net income, net movement in funds		153,270	105,551	258,821
		-----	-----	-----
Total funds brought forward	8, 9	-	-	-
		-----	-----	-----
Total funds carried forward	7 - 9	153,270	105,551	259,821
		=====	=====	=====

The notes on pages 11 to 19 form part of these accounts.

All the above amounts relate to continuing activities of the Charitable Incorporated Organisation

TRANSFORMING CHOICE
BALANCE SHEET AS AT 31ST MARCH 2022

	Notes	31 ST March 2022	
		£	£
Fixed assets			
Tangible fixed assets	4		8,968
Current assets			
Debtors	5	18,302	
Cash at bank and in hand		234,605	

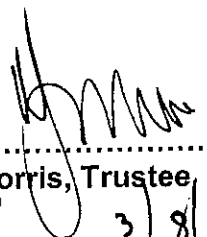
		252,907	
Current liabilities			
Creditors: amounts falling due within one year	6	(3,054)	

Net current assets			249,853

Total assets less current liabilities			258,821
			=====
Funds:			
Unrestricted funds	7, 8		153,270
Restricted funds	7, 9		105,551

			258,821
			=====

Approved by Trustees on 3/8/2022



 P Morris, Trustee
 Date 3/8/2022

TRANSFORMING CHOICE**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST MARCH 2022**

	Note	31st March 2022	
		£	£
Cash flows from operating activities			
Cash (used)/generated from operations	11		156,073
Funds transferred from CIC			90,120
Investing activities			
Purchase of tangible fixed assets		(3,976)	

Net cash (used) in investing activities			(3,976)
Transferred fixed assets from CIC		(7,612)	

Net cash generated from financing activities			(7,612)

Net increase in cash and cash equivalents			234,605
Cash and cash equivalents at beginning of year			-

Cash and cash equivalents at end of year			234,605
			=====

Represented by:

	31st March 2022
	£
Cash at bank and in hand	234,605
	=====

TRANSFORMING CHOICE

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2022

1. Accounting Policies

Basis of Accounting

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (SORP 2015) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) (effective 1st January 2019) and Charities Act 2011.

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

Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charitable Incorporated Organisation has adequate resources to continue in operational existence for the foreseeable future. The Trustees are confident that the levels of liquidity and free reserves will not affect the Charitable Incorporated Organisation operations. Thus, the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

Fund accounting

Unrestricted funds are the charitable Incorporated Organisation's free reserves available for the Trustees to apply in accordance with the charitable objects.

Restricted funds are subject to specific restrictive conditions imposed by the donor. All restricted funds are accounted for as restricted income and expenditure for the purposes is charged to the fund.

Income recognition

All income is recognised once the Charitable Incorporated Organisation has entitlement to the income, there is sufficient certainty of receipt and so it is probable that the income will be received, and the amount of income receivable can be measured reliably.

Donations and legacies comprise donations which are recognised in the accounts when received, with the exception of known legacies which are accounted for when their receipt is certain.

Income from charitable activities is recognised on an accrual's basis except for grants receivable, which are recognised on the date on which their unconditional payment is confirmed by the donor.

Fixed Assets

Capital expenditure of £200 and above is treated as a fixed asset and depreciated on the following basis in order to write off each asset over its estimated useful life:

Fixtures & Fittings	25% per annum straight line basis
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Expenditure recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the Charitable Incorporated Organisation to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2022

All expenditure is accounted for on an accrual's basis. All expenses, including support costs and governance costs, are allocated or apportioned to the applicable expenditure headings in the Statement of Financial Activities. Support and governance costs are applied to unrestricted funds unless specifically included in the restrictions, as specified by the donor.

Expenditure on charitable activities relate to the operation of the charity comprising of direct charitable expenditure to meet the objectives of the Charitable Incorporated Organisation. Support and governance costs relate to the management and operation of the Organisation and also compliance with constitutional and statutory requirements in producing the annual report. These are dealt with in the Statement of Financial Activities when payment has been approved by the charity.

Cash and cash equivalents

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

Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

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

Derecognition of financial liabilities

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

Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

TRANSFORMING CHOICE

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2022

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

All expenditure is accounted for on an accrual's basis. All expenses, including support costs and governance costs, are allocated or apportioned to the applicable expenditure headings in the Statement of Financial Activities. Support and governance costs are applied to unrestricted funds unless specifically included in the restrictions, as specified by the donor.

Cost of charitable activities relate to the operation of the charity comprising of direct charitable expenditure to meet the objectives of the charity. Support and governance costs relate to the management and operation of the organisation and also compliance with constitutional and statutory requirements in producing the annual report. These are dealt with in the Statement of Financial Activities when payment has been approved by the charity

Taxation

Income and gains are exempt from taxation as they are received and applied for charitable purposes only. The Charitable Incorporated Organisation benefits from various exemptions from taxation afforded by tax legislation and is not liable to corporation tax on income or gains falling within those exemptions. The Charitable Incorporated Organisation is not able to recover Value Added Tax. Expenditure is recorded in the accounts inclusive of VAT.

2. Income and endowments from:

	Unrestricted Funds	Restricted Funds	Total Funds
Period from 26 th Jan 2021 to 31 st Mar 2022			
a. Donations and legacies	£	£	£
Donations	7,862	-	7,862
	=====	=====	=====
b. Charitable activities	£	£	£
Care income	46,631	-	46,631
Garfield Weston Foundation	-	25,000	25,000
HMRC Job Retention Scheme	896	-	896
Liverpool City Council	-	6,044	6,044
National Lottery Community Fund	-	92,300	92,300
National Lottery Fund – Awards for All	-	5,911	5,911
National Lottery Fund – Reaching Communities	-	33,925	33,925
Service and contract income	647,140	-	647,140
Steve Morgan Foundation (Decoration)	-	4,520	4,520
Steve Morgan Foundation (Drama)	-	10,000	10,000
Steve Morgan Foundation (Garden)	-	15,500	15,500
Steve Morgan Foundation (Salaries)	-	51,000	51,000
	-----	-----	-----
	694,667	244,200	938,867
	=====	=====	=====

TRANSFORMING CHOICE

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2022

	Unrestricted Funds	Restricted Funds	Total Funds
	Period from 26 th Jan 2021 to 31 st Mar 2022		
	£	£	£
d. Other income			
Transfer of assets from CIC 07992556	90,120	-	90,120
	=====	=====	=====

3. Expenditure on Charitable activities

	Direct Charitable Expenditure	Support & Governance Costs	Total
	Period from 26 th Jan 2021 to 31 st Mar 2022		
	£	£	£
Provision of residential and non-residential programmes of support and advice for adults experiencing alcohol dependency.	587,721	190,307	778,028
	=====	=====	=====

a. analysed as follows:

	Period from 26 th Jan 2021 to 31 st Mar 2022
	£
<i>Direct charitable expenditure:</i>	
Staff salary costs	420,571
Pension	7,460
Building costs	117,786
Volunteer expenses	1,760
Clinical support	4,276
Activities	15,247
Room hire	1,336
Health and Safety	3,395
TV Licence and Netflix	443
Food and drink	12,779
Drug testing kits	2,103
DBS fees	565

	587,721

TRANSFORMING CHOICE

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2022

	Period from 26 th Jan 2021 to 31 st Mar 2022
	£
<i>Support & Governance costs:</i>	
Staff salary costs	139,439
Pension	3,107
Office costs	10,057
Computer support	5,488
Travel expenses	1,490
Consultancy fees	4,980
Subscriptions	5,370
Insurance	11,531
Training	2,467
Register of companies filing fee	83
Loss on disposal of fixed assets	122
First Aid	97
Bank charges	1,177
Payroll fees	1,029
Accountancy	1,250
Depreciation	2,620

	190,307

Total expenditure on charitable activities	778,028
	=====

£138,649 of the above expenditure is restricted expenditure

	Period from 26 th Jan 2021 to 31 st Mar 2022
	£
b. Staff costs	
Gross wages and salaries	520,805
Social security costs	39,205
Pension	10,567

	570,577
	=====

c. Particulars of employees:

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows:

	Period from 26 th Jan 2021 to 31 st Mar 2022
Charitable activities	22.3
	===

TRANSFORMING CHOICE

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2022

No employee received emoluments of more than £60,000 during the year.

The Trustees are not remunerated for their services and are not included in the above number of employees.

4. Tangible fixed assets

	Fixtures and Fittings	Total
	£	£
Cost:		
Balance at 26 th January 2021	-	-
Additions in the period	3,976	3,976
Transfers from CIC 07992556	7,734	7,734
Disposals in the period	(172)	(172)
	-----	-----
Balance at 31st March 2022	11,538	11,538
	=====	=====
Depreciation:		
Balance at 26 th January 2021	-	-
Charge for the period	2,620	2,620
Disposals in the period	(50)	(50)
	-----	-----
Balance at 31st March 2022	2,570	2,570
	=====	=====
Net Book Value at 31st March 2022	8,968	8,968
	=====	=====

There were no material capital commitments at the year end. Majority of the fixed assets were transferred in from Transforming Choice CIC. All fixed assets were used in the direct charitable activities of the charitable incorporated organisation.

5. Debtors

	31 st March 2022
	£
Debtors	802
Other debtors	17,500

	18,302
	=====

6. Creditors: amounts falling due within one year

	31 st March 2022
	£
Accruals	3,054
	=====

TRANSFORMING CHOICE
NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2022

7. Analysis of net assets between Funds

	Tangible Fixed Assets £	Net Current Assets £	Total £
Unrestricted Funds			
General Fund	3,106	150,164	153,270
Restricted Funds			
Garfield Weston Foundation	2,433	364	2,797
Liverpool City Council	-	3,029	3,029
National Lottery Community Fund	-	77,308	77,308
National Lottery Fund – Awards for All	-	1,300	1,300
National Lottery Fund – Reaching Communities	252	-	252
Steve Morgan Foundation (Decoration)	3,177	-	3,177
Steve Morgan Foundation (Drama)	-	7,228	7,228
Steve Morgan Foundation (Garden)	-	10,460	10,460
	5,862	99,689	105,551
Totals	8,968	249,853	258,821

8. Unrestricted funds

		<u>Movements in the period</u>		
	Funds at beginning of period £	Income £	Expenditure £	Funds at End of period £
General Fund	-	792,649	(639,379)	153,270

General Fund is used to finance the Charitable Incorporated Organisation's general activities and core costs as outlined in the Trustees' Report.

TRANSFORMING CHOICE
NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2022

9. Restricted funds

	<u>Movements in the period</u>			
	Funds at beginning of period	Income	Expenditure	Funds at end of period
	£	£	£	£
Garfield Weston Foundation	-	25,000	(22,203)	2,797
Liverpool City Council	-	6,044	(3,015)	3,029
National Lottery Community Fund	-	92,300	(14,992)	77,308
National Lottery Fund – Awards for All	-	5,911	(4,611)	1,300
National Lottery Fund – Reaching Communities	-	33,925	(33,673)	252
Steve Morgan Foundation (Decoration)	-	4,520	(1,343)	3,177
Steve Morgan Foundation (Drama)	-	10,000	(2,772)	7,228
Steve Morgan Foundation (Garden)	-	15,500	(5,040)	10,460
Steve Morgan Foundation (Salaries)	-	51,000	(51,000)	-
	-----	-----	-----	-----
	-	244,200	(138,649)	105,551
	=====	=====	=====	=====

These are monies given to the Charitable Incorporated Organisation to be spent at the discretion of the Board of Trustees for specific charitable purposes, as follows:

Garfield Weston Foundation – Contribution towards refurbishment and replacements

Liverpool City Council -Contribution towards health and safety and cleaning costs during Covid

National Lottery Community Fund - Contribution towards staff salary costs and activities

National Lottery Fund – Awards for All - Contribution towards activities

National Lottery Fund – Reaching Communities – Contribution towards staff salary costs and core costs

Steve Morgan Foundation (Decoration) - Contribution towards the acquisition of tangible fixed assets see note 4 and 5

Steve Morgan Foundation (Drama) - Contribution towards the drama project.

Steve Morgan Foundation (Garden) - Contribution towards the garden project.

Steve Morgan Foundation (Salaries) – Contribution towards staff salary costs

10. Guarantees and Other Financial Commitments

The Charitable Incorporated Organisation's had a lease dated 2017 for five years at a premises owned by Liverpool City Council, under the terms of which an annual rent of one peppercorn could be demanded. The charitable company is currently in negotiations with Liverpool City Council regarding the new lease agreement.

TRANSFORMING CHOICE
NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2022

11. Cash generated from operations

	2022
	£
Surplus for the year	168,701
Adjustments for:	
Depreciation	2,620
Movements in working capital:	
Increase in debtors	-18,302
Increase in creditors	3,054

Cash (used in)/generated from operations	156,073
	=====

12. Related Parties

Dr F Hargreaves, a trustee was paid £2,000 for clinical support on a self- employed basis during the period ended 31st March 2022.