

HOUSE OF HODGE
(CHARITABLE INCORPORATED ORGANISATION)
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023

CHARITY COMMISSION REGISTRATION NO. 1193789

HOUSE OF HODGE

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FOR THE YEAR ENDED 31 JULY 2023

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HOUSE OF HODGE

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 JULY 2023

The Trustees present their report and financial statements of the charity for the year ended 31 July 2023. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's Constitution, 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 in October 2019.

Objectives and Activities

The objects of the charity are to promote humane behaviour towards animals by providing appropriate care, protection, treatment and security for animals which are in need of care and attention by reason of sickness, maltreatment, poor circumstances or ill usage.

We support cats and dogs by helping to fund their secure care and treatment, by donating funds to pet sanctuaries and other animal welfare organisations. We do this primarily through selling books at the House of Hodge bookshop; and we sometimes have a bookstall at community events.

In shaping the objectives for the period and planning the charity's activities, the trustees referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

Achievements and Performance

This year trading activity generated £30,000, a 12% increase over the previous year. Expenses were reduced slightly to around £11,000. Trustees were in a position to donate increased amounts to existing beneficiaries totalling £18,000 (against £15,000 the previous year). All beneficiaries were audited by the trustees with scorecard assessments testing their alignment to our charitable objects.

Income remained strong thanks to a team of hard-working, dedicated volunteers. The volunteer "pool" increased which meant we could open the shop 7 days a week for most of the year, including some late evening and early-morning opening, outside our 'core hours' of 11am-5pm. Morale among volunteers is high, as they feel ownership of the shop, and feel appreciated for their work.

The shop continues to attract local customers, visitors to the area, tourists and 'book-crawlers'. Customers come for the look/feel of Hodge, the curated stock and affordable prices, which often translates to volume sales.

Footfall has increased because of the now vibrant Blackstock Road, with more cafes, barbers, hairdressers and independent shops, including other booksellers.

We continue to receive quality donations on a regular basis - and we have taken in more new/almost new stock than before often surplus stock from the "BookBar" shop nearby.

A few high value books are sold online achieving a better price than might be obtained in the shop. We continue to review our pricing and stock on an ongoing basis to remain relevant and competitive.

HOUSE OF HODGE

TRUSTEES' ANNUAL REPORT (Continued)

FOR THE YEAR ENDED 31 JULY 2023

Financial Review

The total income raised during the year was £30,011 (2022 - £26,641 excluding the donation from old unincorporated charity). This is an increase of 12.65%. The total expenditure for the year was £30,238 (2022 - £27,878), an increase of 8.47%.

Reserves Policy

The charity requires general reserves to fund its activities. The Trustees assigned £10,000 or twelve months operating expenses to reserves. Designated fund of £10,000 was reserved to fund a possible change of premises. At the year end the total unrestricted funds was £24,633 (2022 - £24,860) of which £10,000 (2022 - £10,000) has been designated leaving a balance of £14,633 (2022 - £14,860) which is comfortably in excess of the charity's policy.

Principal Funding Sources

The principal funding source for the charity is currently by way of shop sales.

Structure, Governance and Management

Governing Document

House of Hodge is registered as a Charitable Incorporated Organisation (CIO) with the Charity Commission on 12 March 2021. The CIO took over the activities of the previous charity, House of Hodge, registered with the Charity Commission under registration number: 1135243 on 1 August 2021.

In the event of dissolution, after making provision for all outstanding liabilities of the Association, the Committee must transfer remaining funds to another body with charitable purposes and similar objects and submit a final report and statement of account to the Commission.

Recruitment and Appointment of Trustees

At the 2023 AGM, all the trustees agreed to serve one more year. Sue Searle joined as a new trustee on 18th April 2023.

Reference and Administrative Details

Charity registration number: 1193789

Principal office: 174 Blackstock Road
London
N5 1HA

Trustees

The trustees serving during the year and since the year end were as follows:

Shetal Lakha (Chair)
Frances Bradley
Cecile Claude David (Secretary)
Richard Dean Sutcliffe (Treasurer)
Susan Helen Searle (appointed 18 April 2023)

No trustee received any remuneration for services during the period, nor did they have any beneficial interest in any contract with the charity.

HOUSE OF HODGE

TRUSTEES' ANNUAL REPORT (Continued)

FOR THE YEAR ENDED 31 JULY 2023

Bankers:

The Co-Operative Bank
PO Box 250
Skelmersdale
WN8 6WT

Barclays Bank Plc
403 Holloway Road
London
N7 6HL

Independent Examiner:

Barcant Beardon Limited
Chartered Accountants
8 Blackstock Mews
Islington
London
N4 2BT

Trustees' responsibilities in relation to the financial statements

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

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial period which show a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operational existence.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the trustees on 06/11/2023 and signed on their behalf.



Susan Helen Searle
Trustee

INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF
HOUSE OF HODGE

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 July 2023, which are set out on pages 5 to 12.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

13 November 2023

8 Blackstock Mews
Islington
London N4 2BT

Shu Fen Chung
Shu Fen Chung FCCA ACA
BARCANT BEARDON LIMITED
Chartered Accountants

HOUSE OF HODGE

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 JULY 2023

	Notes	Restricted Funds 2023	Unrestricted Funds 2023 £	Total Funds 2023 £	Total Funds 2022 £
<i>Income and endowments from:</i>					
Donations and legacies	3	-	-	-	26,097
Other trading activities	4	-	30,011	30,011	26,641
Total income and endowments		-	30,011	30,011	52,738
<i>Expenditure on:</i>					
Charitable activities					
Donations awarded	5	-	18,000	18,000	15,000
Bookshop	5	-	12,238	12,238	12,878
Total expenditure		-	30,238	30,238	27,878
<i>Net income/(expenditure) for the period</i>	8	-	(227)	(227)	24,860
Total funds brought forward		-	24,860	24,860	-
Total funds carried forward		-	24,633	24,633	24,860

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

All income and expenditure derive from continuing activities.

HOUSE OF HODGE

BALANCE SHEET

AS AT 31 JULY 2023

	Notes	Year Ended 2023 £	Period Ended 2022 £
<i>Current Assets</i>			
Debtors	10	578	-
Cash at bank and in hand		24,745	25,490
		<u>25,323</u>	<u>25,490</u>
<i>Creditors: amounts falling due within one year</i>	11	(690)	(630)
		<u>24,633</u>	<u>24,860</u>
<i>Net Current Assets</i>			
		<u>24,633</u>	<u>24,860</u>
<i>Net Assets</i>		<u>24,633</u>	<u>24,860</u>
<i>Funds</i>			
Unrestricted funds			
General funds	12	14,633	14,860
Designated funds	12	10,000	10,000
		<u>24,633</u>	<u>24,860</u>

Approved by the trustees on

8/11/23

and signed on its behalf.


 Richard Dean Sutcliffe
 Trustee

The notes on pages 7 to 12 form part of these financial statements.

HOUSE OF HODGE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2023

1.0 Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

1.1 Basis of Preparation

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011. Assets and liabilities are initially recognised at historical cost and transaction value unless otherwise stated in the relevant accounting policy notes.

The financial statements are prepared under the historic cost convention. The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

1.2 Fund Accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes. Designated funds are unrestricted funds earmarked by the trustees for particular purposes. Restricted funds are subject to restrictions on their expenditure imposed by the donor.

1.3 Income Recognition

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

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

Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

HOUSE OF HODGE

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 JULY 2023

Interest income is recognised when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

1.5 Expenditure recognition

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

- Expenditure on charitable activities comprises those costs incurred by the charity in the delivery of its activities and services. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

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

Donations payable to third parties are within the charitable objectives.

1.6 Support costs allocation

Support costs are those functions that assist the work of the charity but do not directly represent charitable activities and include premises overheads, office, finance and governance costs. They are incurred directly in support of expenditure on the objects of the charity. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

1.7 Debtors

Trade and other debtors are recognised at the settlement amount. Prepayments are valued at the amount prepaid.

1.8 Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount.

2.0 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.

The estimates and underlying assumptions are reviewed on an ongoing 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.

HOUSE OF HODGE

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 JULY 2023

3.0 Income from Donations and Legacies

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Transfer from unincorporated charity (see note 12.1)	-	26,097

4.0 Income from Other Trading Activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Shop income	29,656	26,487
Internet sales	355	154
	<u>30,011</u>	<u>26,641</u>

5.0 Analysis of Expenditure on Charitable Activities

Charitable Activities 2023	Activities undertaken directly 2023 £	Donation funded activities 2023 £	Support costs 2023 £	Total 2023 £
Donations awarded	-	18,000	-	18,000
Bookshop	539	-	11,699	12,238
	<u>539</u>	<u>18,000</u>	<u>11,699</u>	<u>30,238</u>
5.1 Charitable Activities 2022	Activities undertaken directly 2022 £	Donation funded activities 2022 £	Support costs 2022 £	Total 2022 £
Donations awarded	-	15,000	-	15,000
Bookshop	1,258	-	11,620	12,878
	<u>1,258</u>	<u>15,000</u>	<u>11,620</u>	<u>27,878</u>

5.2 Of the £30,238 expenditure in 2023 (2022 - £27,878), £nil (2022 - £nil) was attributable to restricted funds and £30,238 (2022 - £27,878) was attributable to unrestricted funds.

HOUSE OF HODGE

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 JULY 2023

6.0 Analysis of Support Costs

	Donations awarded	Bookshop	Total	Total
	2023	2023	2023	2022
	£	£	£	£
Premises	-	9,124	9,124	9,333
Shop running	-	850	850	1,276
Finance	-	411	411	351
Governance	-	1,314	1,314	660
	<u>-</u>	<u>11,699</u>	<u>11,699</u>	<u>11,620</u>

7.0 Analysis of Donations Awarded

Recipients of donations during the period:	2023	2022
	£	£
Animal Aid & Advice	700	2,100
Blue Cross for Pets	3,000	2,800
British Hedgehog Preservation Society	1,350	250
Dogs Trust	2,200	2,100
Hearing Dogs for Deaf People	2,200	2,100
Royal Society for the Prevention of Cruelty to Animals	3,000	2,800
SongBird Survival	1,500	500
StreetVet	2,500	2,100
Wood Green Animal Shelter	1,550	250
	<u>18,000</u>	<u>15,000</u>

8.0 Net Income/(Expenditure) for the Year

	2023	2022
	£	£
<i>This is stated after charging</i>		
Independent examiner's fee	690	630

9.0 Trustees Remuneration and Expenses

No members of the Board of Trustees received any remuneration during the year. Volunteers, shop and office running expenses amounting to £487 (2022 - £1,895) were reimbursed to two (2022 – three) trustees. Trustees' meeting expenses for year was £624.

No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year (2022 – nil).

HOUSE OF HODGE

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 JULY 2023

10.0 Debtors	2023 £	2022 £
Prepayments	578	-

11.0 Creditors: Amounts Falling Due Within One Year	2023 £	2022 £
Accruals	690	630

12.0 Analysis of Charitable Funds*Analysis of movements in unrestricted funds – current year*

	Balance 1 Aug 22	Incoming Resources £	Outgoing Resources £	Transfers £	Balance 31 Jul 22 £
General funds	14,860	30,011	(30,238)	-	14,633
Designated funds					
Premises move	10,000	-	-	-	10,000
	<u>24,860</u>	<u>30,011</u>	<u>(30,238)</u>	<u>-</u>	<u>24,633</u>

Analysis of movements in unrestricted funds – previous period

	Incoming Resources £	Outgoing Resources £	Transfers £	Balance 31 Jul 22 £
General funds	52,738	(27,878)	(10,000)	14,860
Designated funds				
Premises move	-	-	10,000	10,000
	<u>52,738</u>	<u>(27,878)</u>	<u>-</u>	<u>24,860</u>

*Name of unrestricted fund**Description, nature and purposes of the fund*

General funds

The “free reserves” after allowing for any designated funds.

Designated funds

Premises move – Funds have been set aside for a possible change of premises

HOUSE OF HODGE

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 JULY 2023

12.1 On 1 August 2021, House of Hodge, an unincorporated charity, resolved to transfer its activities and assets and liability to House of Hodge, a Charitable Incorporated Organisation which was registered with the Charity Commission on 12 March 2021.

The fair values of the assets and liabilities transferred on 1 August 2021 are set out below:

	£
Current assets	26,697
Current liabilities	(600)
	<u>26,097</u>
Represented by:	
Unrestricted funds	<u>26,097</u>

The transfer value is disclosed under income and endowments from donations and legacies.

13.0 Analysis of Net Assets Between Funds – Current Year

	Restricted Funds 2023 £	Unrestricted Funds 2023 £	Total 2023 £
Cash at bank and in hand	-	24,745	24,745
Other net current assets/(liabilities)	-	(112)	(112)
	<u>-</u>	<u>24,633</u>	<u>24,633</u>

Analysis of Net Assets Between Funds – Previous Period

	Restricted Funds 2022 £	Unrestricted Funds 2022 £	Total 2022 £
Cash at bank and in hand	-	25,490	25,490
Other net current assets/(liabilities)	-	(630)	(630)
	<u>-</u>	<u>24,860</u>	<u>24,860</u>

14.0 Related Party Transactions

Aside from trustee remuneration and expenses disclosed in note 9, there were no related party transactions during the year (2022 – none).