

The Sheep Sanctuary

Charity No. 1195028

Trustees' Report and Unaudited Accounts

30 June 2023

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The trustees present their report with the unaudited financial statements of the charity for the year ended 30 June 2023.

REFERENCE AND ADMINISTRATIVE DETAILS

Charity No. 1195028

Principal Office

14 Church Lane

Burstwick

East Yorkshire

HU12 9ER

Trustees

The following trustees served during the year:

K.D. Fowler

M. Gallagher

J.A. Walton

Key Management Personnel

Chair

Jacqueline Walton

Accountants

MPH Accountancy

1st Floor Manor House

Main Road

Ryehill

East Yorkshire

HU12 9NH

Bankers

Royal Bank of Scotland

Sheffield Church Street

5 Church Street

Sheffield

S1 1HF

OBJECTIVES AND ACTIVITIES

The purpose of the charity as set out in its governing document for the benefit of the public to relieve the suffering and distress of animals in need of care and attention by reason of sickness, neglect, mistreatment, ill usage, and misadventure and in particular to provide and maintain a safe haven (sanctuary) or other facilities for the reception of such animals. For the benefit of the public to educate the public on matters concerning animal welfare.

The main activities of the charity is the rescue of animals in distress by providing respite, care and medical treatment.

All activities undertaken during the year kept in mind the Charity Commission's guidance on public benefit and we believe that this has been achieved.

ACHIEVEMENTS AND PERFORMANCE

During the year the charity began using the extra 30 acres of grazing land at a former airfield in the village of Paull on a long term rental agreement. This has allowed us to continue to rescue more animals in need and provide medical treatment and a safe environment for them to flourish.

The charity held their 2nd open day in August which raised funds and awareness of the charity allowing the charity to fulfil its objectives. The charity recommenced The Pet Therapy visits to schools and care homes which brought in extra funds.

The charity is hugely grateful for the time and effort given by all of the volunteers involved throughout the year who without them it could not have achieved its aims.

FINANCIAL REVIEW

The charity held only a modest amount of cash in the bank at the end of the financial period and has been reliant on the generosity of the Trustees to continue to meet costs. With the plans for the future it is hoped that the charity can raise much more funds to be able to comfortably continue to meet financial commitments and also further expand on its operations and outreach into the community.

The charity does not currently have a formal reserves policy in place however once the charity builds reserves it will gradually incorporate a policy in line with advice from the charity advisors.

PLANS FOR FUTURE PERIODS

The charity is hoping to move forward and promote the pet therapy visits. This generates awareness of the charity and also brings in income.

Further open days to educate the public and utilise more space to hold events, such as car boots to generate more income.

There is a need for more volunteers to help run the charity which will release the chair of trustees to be more proactive in marketing, fundraising and general management.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity's Constitution was registered as Charity on 1 July 2021. It has a legal status as a Charitable Incorporated Organisation (CIO).

Trustees are appointed and reappointed annually at the Annual General Meeting with a minimum of 3 Trustees.

Statement of trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The trustees are responsible for keeping proper accounting records that 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 applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed. The Trustees are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the charity's trustees

The Sheep Sanctuary
Trustees Annual Report



J.A. Walton
Trustee
08 August 2024

Independent Examiner's Report to the trustees of The Sheep Sanctuary

I report to the trustees on my examination of the financial statements of The Sheep Sanctuary for the year ended 30 June 2023.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 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 can 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:

- the accounting records were not kept in respect of the charity as required by section 130 of the Act; or
- the financial statements do not accord with those records; or
- the financial statements do not comply with the applicable requirements concerning the form and content of financial statements set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the financial statements 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 financial statements to be reached.



Shannon Smith MAAT ACCA

MPH Accountancy

1st Floor Manor House

Main Road

Ryehill

East Yorkshire

HU12 9NH

08 August 2024

The Sheep Sanctuary
Statement of Financial Activities
for the year ended 30 June 2023

	Notes	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income and endowments from:				
Donations and legacies	3	9,389	9,389	7,971
Total		9,389	9,389	7,971
Expenditure on:				
Charitable activities	4	6,385	6,385	6,497
Other	5	2,199	2,199	1,293
Total		8,584	8,584	7,790
Net gains on investments		-	-	-
Net income		805	805	181
Transfers between funds		-	-	-
Net income before other gains/(losses)		805	805	181
Other gains and losses				
Net movement in funds		805	805	181
Reconciliation of funds:				
Total funds brought forward		181	181	-
Total funds carried forward		986	986	181

The Sheep Sanctuary

Balance Sheet

at 30 June 2023

Charity No. 1195028

	2023	2022
	£	£
Current assets		
Cash at bank and in hand	986	181
	<u>986</u>	<u>181</u>
Net current assets	986	181
Total assets less current liabilities	<u>986</u>	<u>181</u>
Net assets excluding pension asset or liability	<u>986</u>	<u>181</u>
Total net assets	<u>986</u>	<u>181</u>
 The funds of the charity		
Restricted funds	7	
Unrestricted funds	7	
General funds	986	181
	<u>986</u>	<u>181</u>
Reserves	7	
Total funds	<u>986</u>	<u>181</u>

Approved by the trustees on 08 August 2024

And signed on their behalf by:



J.A. Walton

Trustee

08 August 2024

1 Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with 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 (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
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Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
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Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
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Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
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Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.
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Volunteer help	The value of any volunteer help received is not included in the accounts.
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Investment income	This is included in the accounts when receivable.
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Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.
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Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.
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Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

The charity is exempt from tax on its charitable activities.

Freehold investment property

Investment properties are measured initially at cost and subsequently at fair value at each balance sheet date and are not depreciated. All gains or losses are taken to the Statement of Financial Activities as they arise.

Stocks

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

Trade and other debtors

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

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Trade and other creditors

Short term creditors are measured at the transaction price. Other 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 after allowing for any trade discounts due.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

Leased assets

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease.

Leases which do not transfer substantially all the risks and rewards of ownership to charity are classified as operating leases.

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation. Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

Assets held under finance leases are depreciated in the same way as owned assets.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term. In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis.

Pension costs

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the charity pays fixed contributions into a separate entity. Once the contributions have been paid the charity has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the charity in independently administered funds.

Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

2 Statement of Financial Activities - prior year

	Unrestricted funds 2022 £	Total funds 2022 £
Income and endowments from:		
Donations and legacies	7,971	7,971
Total	<u>7,971</u>	<u>7,971</u>
Expenditure on:		
Charitable activities	6,497	6,497
Other	1,293	1,293
Total	<u>7,790</u>	<u>7,790</u>
Net income	<u>181</u>	<u>181</u>
Net income before other gains/(losses)	181	181
Other gains and losses:		
Net movement in funds	<u>181</u>	<u>181</u>
Reconciliation of funds:		
Total funds carried forward	<u><u>181</u></u>	<u><u>181</u></u>

3 Income from donations and legacies

	Unrestricted	Total 2023	Total 2022
	£	£	£
Donations	9,389	9,389	7,971
	<u>9,389</u>	<u>9,389</u>	<u>7,971</u>

4 Expenditure on charitable activities

	Unrestricted	Total 2023	Total 2022
	£	£	£
<i>Expenditure on charitable activities</i>			
Grazing Rent	1,040	1,040	1,310
Feed, Vets Fees and Transport	4,747	4,747	3,294
Livestock Consumables	598	598	1,893
<i>Governance costs</i>			
	<u>6,385</u>	<u>6,385</u>	<u>6,497</u>

5 Other expenditure

	Unrestricted	Total 2023	Total 2022
	£	£	£
General administrative costs	2,199	2,199	768
Legal and professional costs	-	-	525
	<u>2,199</u>	<u>2,199</u>	<u>1,293</u>

6 Staff costs

No employee received emoluments in excess of £60,000.

7 Movement in funds

	At 1 July 2022	Incoming resources (including other gains/losses) £	Resources expended £	At 30 June 2023 £
Restricted funds:				
Unrestricted funds:				
General funds	181	9,389	(8,584)	986
Total funds	<u>181</u>	<u>9,389</u>	<u>(8,584)</u>	<u>986</u>

8 Analysis of net assets between funds

	Unrestricted funds £	Total £
Net current assets	986	986
	<u>986</u>	<u>986</u>

9 Reconciliation of net debt

	At 1 July 2022 £	Cash flows £	At 30 June 2023 £
Cash and cash equivalents	181	805	986
	<u>181</u>	<u>805</u>	<u>986</u>
Net debt	<u>181</u>	<u>805</u>	<u>986</u>

The Sheep Sanctuary
Statement of Cash flows
for the year ended 30 June 2023

	2023 £	2022 £
Cash flows from operating activities		
Net income per Statement of Financial Activities	805	181
Net cash provided by operating activities	<u>805</u>	<u>181</u>
Net cash from investing activities	<u>-</u>	<u>-</u>
Net cash from financing activities	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents	805	181
Cash and cash equivalents at the beginning of the year	181	-
Cash and cash equivalents at the end of the year	<u>986</u>	<u>181</u>
Components of cash and cash equivalents		
Cash and bank balances	986	181
	<u>986</u>	<u>181</u>

The Sheep Sanctuary
Detailed Statement of Financial Activities
for the year ended 30 June 2023

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income and endowments from:			
Donations and legacies			
Donations	9,389	9,389	7,971
	<u>9,389</u>	<u>9,389</u>	<u>7,971</u>
Total income and endowments	9,389	9,389	7,971
Expenditure on:			
Charitable activities			
Grazing Rent	1,040	1,040	1,310
Feed, Vets Fees and Transport	4,747	4,747	3,294
Livestock Consumables	598	598	1,893
	<u>6,385</u>	<u>6,385</u>	<u>6,497</u>
Total of expenditure on charitable activities	6,385	6,385	6,497
General administrative costs, including depreciation and amortisation			
Equipment repairs and maintenance	1,893	1,893	418
General insurances	303	303	274
Stationery and printing	3	3	76
	<u>2,199</u>	<u>2,199</u>	<u>768</u>
Legal and professional costs			
Other legal and professional costs	-	-	525
	<u>-</u>	<u>-</u>	<u>525</u>
Total of expenditure of other costs	2,199	2,199	1,293
Total expenditure	8,584	8,584	7,790
Net gains on investments	-	-	-
	<u>805</u>	<u>805</u>	<u>181</u>
Net income	805	805	181
Net income before other gains/(losses)	805	805	181
Other Gains	-	-	-
	<u>805</u>	<u>805</u>	<u>181</u>
Net movement in funds	805	805	181
Reconciliation of funds:			
Total funds brought forward	181	181	-

The Sheep Sanctuary
Detailed Statement of Financial Activities

Total funds carried forward	<u>986</u>	<u>986</u>	<u>181</u>
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