

**Royal Society For The Prevention of Cruelty To Animals Isle of Wight
Branch**

Trustees' report and financial statements

for the year ended 31 December 2020

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Contents

	Page
Reference and administrative details of the charity, its Trustees and advisers	1
Trustees' report	2 - 10
Trustees' responsibilities statement	11
Independent auditors' report on the financial statements	12 - 14
Consolidated statement of financial activities	15
Consolidated balance sheet	16
Charity balance sheet	17
Consolidated statement of cash flows	18
Notes to the financial statements	19 - 36

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Reference and administrative details of the charity, its Trustees and advisers
for the year ended 31 December 2020**

Trustees	Michael Tomlinson Paul Baxter Derek Lott (appointed 8 April 2020)
Charity registered number	205311
Principal office	Isle of Wight Animal Centre Bohemia Corner Godshill Isle of Wight PO38 3NA
Independent auditors	Williams Giles Professional Services Ltd Statutory Auditor Chartered Accountants 12 Conqueror Court Sittingbourne Kent ME10 5BH
Bankers	Lloyds Bank 22 St Thomas' Square Newport PO30 1SQ Co-operative Bank PO Box 101 Balloon Street Manchester M60 4EP
HR Advice	Action Jennings LLP The Old Co-Operative Building 53 Westfield Road Horbury Wakefield West Yorkshire WF4 6HU

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Trustees' report for the year ended 31 December 2020

The Committee presents its annual report and accounts for the year ended 31st December 2020.

National Council Trusteeship:

The Branch constitution requires seven trustees to be elected at an AGM and a minimum of four Committee members to manage the Branch, however, the committee was dissolved due to insufficient local trustee numbers on August 1, 2013. As a result, the National RSPCA Council was asked to appoint, under the Society's Rules, temporary trustees to manage the Branch's affairs to the exclusion of any former trustees. National trustees Mike Tomlinson and Paul Baxter served as trustees throughout 2020.

In April 2020 the National Society appointed Derek Loft as a Trustee of the Isle of Wight Branch.

Their purpose in this role is to manage the affairs of the Branch and secure its proper application for the Branch objects until such time as the Branch is returned to the control of a local committee. As temporary officers, they all have proven experience of managing an RSPCA Branch. Paul Baxter is a Regional Representative in his own area and Mike Tomlinson is a retired Regional Representative and former chairman of the National Society. In December 2018 Mike Tomlinson retired as a National Council Trustee yet agreed to continue as a Trustee for the Isle of Wight branch in accordance with his appointment by the Society. Mike also serves as Trustee of the RSPCA Radcliffe Animal Centre Trust. During 2020 Paul Baxter also retired as a RSPCA National Trustee, and like Mike Tomlinson, Paul also agreed to continue as a trustee of the Isle of Wight Branch.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Trustees' report (continued) for the year ended 31 December 2020

Objectives and activities

a. Aims and objectives, public benefit statement and principal activities

The object of the charity is to promote kindness and good care, and prevent or suppress cruelty to animals by all lawful means with particular reference to the area of the Branch, in accordance with the policies of the Society. Our activities to achieve the objectives include the following:

- To support the Society's Inspectorate in their work providing financial assistance and emergency accommodation for mistreated or abandoned animals, including pets whose owners suffer ill health or financial difficulties or pass away. The Society's inspectorate, as well as providing education, information and advice, rescues animals in distress and enforces laws against the cruel mistreatment of animals in England and Wales by bringing prosecutions. This work is key to 'the prevention or suppression of cruelty' part of the RSPCA objects and promotes humane sentiments towards animals which involves moral benefit to humankind as a whole. The National Call Centre accepts complaints about animals in distress 15 hours a day, every day of the year and the public benefits by being able to call in for help when an animal is suffering, which can be very distressing for humans to witness and feel powerless to help.
- To accept stray and owned animals for rehoming. Animals in our care receive veterinary treatment, vaccination, neutering, microchipping and are assessed for rehoming. This work helps to control the incidence and spread of disease and suffering through vaccination and neutering. The work benefits our local community including local authorities as it reduces the incidence of abandonment and cruelty, and the public knows that we assist animals in need. Whilst we are primarily an animal charity, the service we offer pet owners who cannot assist their pets themselves in times of crisis can relieve much distress for the owner as well as the pet.
- We rehome animals in need to people willing and able to have a companion animal. Whilst we recognise companion animals provide measurable benefits to mental and physical health, we consider the provision of pets as subsidiary to the main charitable aim which is to reduce animal suffering. Our policy to charge a reasonable adoption fee for animals aims to highlight the ongoing personal and financial commitment of pet ownership. It would not be in the best interests of the animals and therefore would fall outside our objectives, to rehome to those who could not afford them.
- We respond to enquiries (both direct and via the Society's main call centre) from the public about animals locally. The public benefits from knowing we can help animals in need.
- We provide volunteer opportunities for those who wish to support our work including fostering, animal care, dog walking, home visiting, fundraising, admin and working in our charity shops. This benefits local people and companies by providing the possibility of doing work which is compassionate and rewarding.

The number of volunteer hours during 2020 was significantly reduced compared to previous years due to the restrictions required during the various coronavirus restrictions.

Our charity shops provide a valuable source of low cost good quality upcycled goods to the benefit of the public and to the environment due to the volume we save from entering landfills and through our conscious effort to recycle where possible however all shops were closed for a significant period throughout the year due to the coronavirus restrictions.

The trustees have reviewed the outcomes and achievements of our objectives and activities for the year to ensure they remain focused on our charitable aims and continue to deliver benefits to the public. We have complied with this duty under the Charities Act 2006 to have due regard to public benefit guidance published by the Commission.

Our current short term and long term aims and objectives can be summarised as follows:

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Trustees' report (continued) for the year ended 31 December 2020

Objectives and activities (continued)

Short term:

- To weather the Covid 19 pandemic, protecting our staff, volunteers and animal welfare, and managing the branch spending to keep the animal centre site functioning for as long as possible
- Continue to support the inspectorate intake throughout the Covid 19 crisis
- Maximise fundraising streams of all sorts as soon as safely and practically possible to mitigate the downturn in income suffered by all charities
- To build the fundraising and events team in order to enable us to have a presence at local events.
- To develop our fostering and rehoming network to support the National Society
- To develop our engagement with the community to ensure adequate homes for our animals, and volunteers for our shops and fundraising events.
- To achieve a balanced budget moving forward.
- To recruit local trustees with the skills necessary to govern an Animal Centre and Branch of this size
- To develop a branch specific strategic plan to support the long term goals of the centre

Long term:

- To ensure the future sustainability of the Branch, by continuing to increase the funds raised by both shops and private boarding
- To produce a raft of fundraising events for late 2020 through into 2021 where coronavirus restrictions allow
- To develop education and community events around the animal centre to increase community engagement and thereby improve the lives of island animals
- To continue to promote the branch in the community via all forms of media
- To continue to build the volunteer team and to create great synchronicity between our shops, our high street presence and the animal centre.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Trustees' report (continued) for the year ended 31 December 2020

Achievements and performance

a. Review of activities and achievements

Significant activities

The animal centre rebuild was completed in 2019 creating cattery and wildlife space, and a new reception and admin block with space for education, outreach and meetings. The project future proofed the branch and created an animal centre operation that could deliver the best of animal welfare whilst maintaining a place at the heart of the island community.

Bohemia Boarding's new facilities earned the business a coveted five star rating from the Isle of Wight Council. A new website has been created to relaunch and expand the business to increase its contribution to the branch income stream via the Branch Trading Company, RSPCA Isle of Wight Branch Trading Company Ltd.

Welfare and rehoming cattery facilities were also fully open for the year proving the value of its maternity pens for mums and new kittens, and the value of the vital isolation block to care for sick cats.

2020 proved to be another challenging year for the branch due to the impact of the coronavirus on all aspects of the branch's charitable activities. A further financial overhaul and review of its systems to make the best use of its financial resources was undertaken to ensure cost effective systems. This was achieved with significant support from the RSPCA's regional teams and the Trustees are grateful for their ongoing help.

The Trustees would like to thank the National Society and particularly the Branch Affairs Committee for their initiative and foresight in creating the Branch Emergency Fund (BEF), and the generous Grant of £146,325 awarded to the Isle of Wight Branch. It certainly provided some positive news at a time when branches - especially those with Animal Centres - were facing huge challenges as their income streams were eliminated due to Covid restrictions and Lockdown. To lose all Retail, Rehoming, Boarding and Events income overnight and refunding boarding revenue on our sales books for future reservations caused us deep concern and the emergence of the Branch Emergency Fund was seen as the RSPCA family working together to keep the branch network in existence. The value of this grant will reach beyond 2020 and provide support into future years.

This led to a review of the branch retail operation, and the leases of both the Ryde and Freshwater shops were not renewed and the shops closed.

Fundraising became an online only activity during 2020 due to the coronavirus, which was a challenging change for the branch. The Branch Manager and all the staff were however up to the challenge and ran several online fundraising activities throughout the year. The branch now has a regular slot on Vectis radio and closer relationships with local press.

In July 2019 the branch took in 64 chihuahuas as part of an Inspectorate case and a number of those animals remained as case animals for over a year into the summer of 2020. This created significant local attention on the island and an overwhelming tide of generosity, both in terms of donations of money and donations of food, beds and dog equipment. Of the chihuahuas, many required urgent medical attention and ongoing veterinary care. The majority were able to find new homes along with two litters of puppies that were born to dogs that were pregnant when they arrived. It took a team effort from the animal centre staff and volunteers to deal with such a huge influx of dogs, and to support their physical and emotional health while they were looking for new homes. The Trustees are grateful for the commitment of the staff and volunteers who made this happen whilst continuing to support all other animals in the centre on a daily basis.

During 2020, and as a result of the coronavirus pandemic and its impact on the Branch finances, the Branch restructured again to create a more efficient operational team while also making more effective use of animal centre and boarding software reducing the administration load for the remaining staff and improving operational efficiencies. With the closure of two shops it was decided that the Area Retail Manager role was no longer required. As a result, this role was made redundant and Liz Heaven, who held the role, successfully applied to manage the Ventnor shop.

The Animal Centre Operations Manager, Corynn Jones, went on maternity leave in November 2020.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Trustees' report (continued) for the year ended 31 December 2020

Achievements and performance (continued)

The Branch worked to build up links with neighbouring RSPCA Branches and with other island and mainland based animal welfare & wildlife charities collaborating to improve breed specific and/or species specific care and welfare or to deliver a greater degree of science based, individualised physical and/or emotional health & welfare care for animals in need.

The Branch also invested in its staff development, using training opportunities to better equip the animal centre staff to improve the care and welfare of animals coming into the Branch and increase communication across the team. This has proved essential as more and more needy and challenging animals have come into Branch care.

The Branch continued to expand its social media presence with its Facebook pages, working to boost rehoming, appeals and public engagement in the RSPCA's work. It is hoped that the Branch can continue to attract support from the community going forward, and it is immensely grateful to everyone who has helped raise money in the course of the year.

Animal welfare results

While rehoming was affected by the coronavirus, the Branch still had a busy and successful year. During 2020 the branch rehomed 245 animals including 48 dogs, 89 cats, 32 rabbits and 76 small furries. The Branch continued to accept all animals they were requested to take from the RSPCA Inspectorate as well as a considerable number accepted from members of the public on the island. In addition, it supported mainland branches by taking animals onto the island and transferred animals to mainland RSPCA centres.

In addition to domestic animals the improved wildlife facilities allowed the branch to take in 77 wild animals and birds, releasing 34 back to the wild. Due to reduced human activity and reduced traffic on the roads, the number of wildlife observed to be in distress or in conflict with humans was significantly reduced and of those we did direct callers to take wildlife directly to a veterinary hospital rather than to the branch and onwards, to support government guidelines reducing human movement and non essential travel. After initial triage at a veterinary hospital any wildlife considered for rehabilitation was collected and brought back to the animal centre for ongoing care. The branch provided care and support for a range of wild mammal and avian species however we also were working within government guidelines for an outbreak of avian flu. Rarely does the branch receive seals into care however in 2020 we also provided initial support for a seal pup in distress with the help of local marine mammal rescue group and veterinarian who were able to triage the seal pup at our wildlife centre. The seal went on to make a full recovery after relocation to West RSPCA Hatch Wildlife Centre, Taunton where it benefited from joining an established group of seal pups in rehabilitation.

The Branch aims to continue to provide a service to the Inspectorate and to continue to offer welfare assistance to those animals in greatest need within the Branch area. Branch welfare concerns continue to make up the larger volume of our animal admissions and during 2020 we experienced a rise in providing support for St Marys Hospital Social Care team clients and Isle of Wight Council Social Care team clients as a direct impact of the pandemic including welfare boarding of animals whose owners were hospitalised due to Covid-19 and those facing delays for treatment and an increase in domestic violence cases and mental health related needs, resulting in an increased number of owned animals requiring care.

Financial results and review

The charity's funds are collected from membership subscriptions, shop sales, rehoming, donations, legacies, recycling schemes, collection boxes, eBay sales, grants and special fund-raising events, as well as profits from the branch trading company which runs the boarding business.

Total income for the year was £1,316,555. Total expenditure was £708,902. The surplus was £607,653. While the coronavirus pandemic had a significant impact on the branch's ability to generate income during 2020, the branch saw a significant increase in legacy income through the second half of the year and had invested significant operational time to generate income through grant sources whilst continuing to reduce operational costs in an effort to balance the budgets from previous years.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Trustees' report (continued) for the year ended 31 December 2020

Achievements and performance (continued)

Last year's report listed the plans for cutting costs and increasing income. Whilst the cutting of costs was initiated, the Covid Pandemic has paralysed our efforts to increase income, which has been severely hit during 2020.

As ever our thanks go out to our staff, both at the animal's centre and in the retail operation, and volunteers for all their hard work and ongoing support. We would also like to thank all those people and local businesses who contribute to the success of the Branch and support us with volunteer time, fundraising activities, financial discounts or advertising. There are too many to name individually but they include veterinary surgeries, Branch members, staff and volunteers and local press. Lastly, we would like to thank the public for their ongoing support of the Branch - we could not succeed without them.

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. Reserves policy

The Branch holds reserves in order that the service level provided for animal welfare is maintained should there be a reduction in incoming resources. Reserves are those funds which are freely available for general purposes and uncommitted.

The trustees have established a policy of holding unreserved cash funds which was equivalent to 12 months expenditure. At the date of December 31 2020 this would have amounted to £708,902. Total Reserves on December 31 2020 stood at £3,468,281 and free reserves (reserves not held in fixed assets or restricted funds) stood at £772,381.

c. Health and safety policy

This policy applies to all Branch staff whether employed or volunteers. A comprehensive manual that outlines in detail the administrative arrangements for health and safety within the Branch and the procedures to be followed to minimise health and safety risks has been developed. This manual is available for reference by all staff and volunteers and is reviewed regularly to take account of changes.

The Branch Health and Safety is overseen by an external provider, Acton Jennings, who carry out annual inspections of all areas of the Branch activity and provide reports with any action points.

All staff are in regular communication with our risk assessment coordinator and any incidents and near miss concerns are reported in line with government guidelines.

During 2020 a robust risk assessment to support the branch through the covid-19 pandemic was established and is regularly monitored, reviewed and updated in line with government guidelines to protect the health and safety of our team of staff and volunteers and our wider community.

d. Material investments policy

The trustees have wide powers of investment governed and restricted by the Royal Society for the Prevention of Cruelty to Animals Investment Act 1958.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Trustees' report (continued) for the year ended 31 December 2020

e. Future developments

During 2020 the trustees continue to focus on and increase effective delivery of animal welfare in the Isle of Wight Branch area.

The Branch Manager will continue to develop all activities including income generation, re-homing and community engagement.

Structure, governance and management

a. Constitution

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch is a registered charity, number 205311, and is constituted under a Trust deed.

The charity is constituted as an unincorporated association. The charity operates as an autonomous Branch of the National RSPCA subject to its rules for Branches (as updated in 2012). In the normal course of business, Committee members are elected at every Annual General Meeting, from the members of the Branch, to carry on the work for the ensuing year. Candidates must receive 50% of the votes of the members present. The elected Branch Committee can co-opt not more than three members onto the committee until the next annual general meeting. All Committee members must be Society members for a minimum of three months on appointment. The Committee members are trustees of the Branch and are briefed on their responsibilities as trustees prior to their acceptance of the role. The trustees hold regular meetings at which decisions are made and conveyed to the staff for action.

In the event that the number of local trustees falls below four at any time, the Branch is placed into Council Trusteeship, and that is currently the case for this Branch. The Council trustees undertake the day to day management and development of the Branch until it can be returned to the control of local trustees. The day-to-day running of the Branch is delegated to be overseen by Suzanne Pugh, branch manager.

b. Methods of appointment or election of Trustees

The management of the Group and the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust Deed.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Trustees' report (continued) for the year ended 31 December 2020

Structure, governance and management (continued)

c. Related party relationships

The Branch complies with the Branch Rules as issued by the National Society and has a number of related financial transactions with this organisation.

In addition the current trustees also have involvement in other Branches as listed below:

Michael Tomlinson is also a Council appointed trustee of :-

RSPCA Carmarthenshire Branch

RSPCA Pembrokeshire Branch

RSPCA North Devon Branch

RSPCA Solent Branch

RSPCA Shropshire Branch

RSPCA Preston & District Branch

Michael Tomlinson is also a Trustee of the Greta Joan Minks Charity.

Paul Baxter is an elected trustee of RSPCA Wrexham, District and Deeside Branch.

He is also a Council appointed trustee of:-

RSPCA Carmarthenshire Branch

RSPCA Pembrokeshire Branch

RSPCA North Devon Branch

RSPCA Solent Branch

RSPCA Preston & District Branch

Paul Baxter is also a trustee of RSPCA Freedom Food Ltd and the Greta Joan Minks Charity.

Derek Lott was an elected trustee of Poole and East Dorset Branch throughout 2020 and until September 2021.

He is also a Council appointed trustee of:-

RSPCA Solent Branch

RSPCA North Devon Branch

d. Risk management

The Branch has carried out a risk assessment and identified the following risks:

- Loss of income through error or fraud
- Loss of reputation through error or fraud
- Loss of income through outside forces
- Insufficient trustees to continue
- Inability to recruit suitable trustees
- Insufficient volunteers to fundraise
- Risk of claims against volunteers
- Risk of claims by volunteers or the public
- Adverse publicity

The trustees actively review the risks which the charity faces on a regular basis, covering operational and financial aspects, and put systems in place to mitigate these risks.

The trustees have a human resources and health and safety contract with Acton Jennings for advice and support.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Trustees' report (continued)
for the year ended 31 December 2020**

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

Auditors

The auditors, Williams Giles Professional Services Ltd, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Michael Tomlinson

Date: 26th October 2021

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Statement of Trustees' responsibilities
for the year ended 31 December 2020**

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 & 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 Group and the charity and of their incoming resources and application of resources, including their income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the charity and 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 also responsible for safeguarding the assets of the Group and the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees and signed on its behalf by:



Michael Tomlinson

Date: 26th October 2021

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Independent auditors' report to the Members of Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Opinion

We have audited the financial statements of Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch (the 'parent charity') and its subsidiaries (the 'group') for the year ended 31 December 2020 which comprise the Consolidated statement of financial activities, the Consolidated balance sheet, the Charity balance sheet, the Consolidated statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charity's affairs as at 31 December 2020 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Independent auditors' report to the Members of Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch (continued)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Trustees are responsible for the other information contained within the Annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- the parent charity has not kept sufficient accounting records; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charity or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditor under section 151 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Independent auditors' report to the Members of Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch (continued)

As part of an audit in accordance with ISAs (UK), exercise professional judgement and maintain professional scepticism through the audit. We also:

1. Assessed the susceptibility of the entity's financial statements to material misstatement, including how fraud may occur.
2. Held discussions with the client regarding their policies and procedures on compliance with laws and regulations.
3. Held discussions with the client regarding their policies and procedures on fraud risks, including knowledge of any actual suspected or alleged fraud.

We consider the entity's controls effective in identifying fraud. We do not consider there to be significant difficulty in detecting irregularities.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Williams Giles Professional Services Ltd
Statutory Auditor
Chartered Accountants
12 Conqueror Court
Sittingbourne
Kent
ME10 5BH

27 October 2021

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Consolidated Statement of financial activities
for the year ended 31 December 2020**

	Note	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income from:					
Donations and legacies	2	1,023,012	-	1,023,012	306,009
Charitable activities	3	178,771	-	178,771	408,915
Other trading activities	4	114,819	-	114,819	115,684
Investments	5	(47)	-	(47)	1,790
Total income		1,316,555	-	1,316,555	832,398
Expenditure on:					
Raising funds	6	35,522	-	35,522	48,287
Charitable activities	7	673,380	-	673,380	947,802
Total expenditure		708,902	-	708,902	996,089
Net movement in funds		607,653	-	607,653	(163,691)
Reconciliation of funds:					
Total funds brought forward		2,835,628	25,000	2,860,628	3,024,319
Net movement in funds		607,653	-	607,653	(163,691)
Total funds carried forward		3,443,281	25,000	3,468,281	2,860,628

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

The notes on pages 19 to 36 form part of these financial statements.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Consolidated balance sheet
as at 31 December 2020**

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	12	3,004,409	3,015,575
Investments	13	5,127	5,325
		<u>3,009,536</u>	<u>3,020,900</u>
Current assets			
Stocks	14	4,976	4,976
Debtors	15	31,913	22,754
Cash at bank and in hand		808,274	249,986
		<u>845,163</u>	<u>277,716</u>
Creditors: amounts falling due within one year	16	(119,644)	(62,988)
Net current assets		<u>725,519</u>	<u>214,728</u>
Total assets less current liabilities		<u>3,735,055</u>	<u>3,235,628</u>
Creditors: amounts falling due after more than one year	17	(266,774)	(375,000)
Net assets excluding pension asset		<u>3,468,281</u>	<u>2,860,628</u>
Total net assets		<u><u>3,468,281</u></u>	<u><u>2,860,628</u></u>
Charity funds			
Restricted funds	18	25,000	25,000
Unrestricted funds	18	3,443,281	2,835,628
Total funds		<u><u>3,468,281</u></u>	<u><u>2,860,628</u></u>

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Michael Tomlinson

Date: 26th October 2021

The notes on pages 19 to 36 form part of these financial statements.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Charity balance sheet
as at 31 December 2020**

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	12	3,004,409	3,015,575
Investments	13	5,128	5,326
		<u>3,009,537</u>	<u>3,020,901</u>
Current assets			
Stocks	14	4,976	4,976
Debtors	15	93,641	47,635
Cash at bank and in hand		735,161	218,609
		<u>833,778</u>	<u>271,220</u>
Creditors: amounts falling due within one year	16	(108,260)	(56,493)
Net current assets		<u>725,518</u>	<u>214,727</u>
Total assets less current liabilities		<u>3,735,055</u>	<u>3,235,628</u>
Creditors: amounts falling due after more than one year	17	(266,774)	(375,000)
Net assets excluding pension asset		<u>3,468,281</u>	<u>2,860,628</u>
Total net assets		<u><u>3,468,281</u></u>	<u><u>2,860,628</u></u>
Charity funds			
Restricted funds	18	25,000	25,000
Unrestricted funds	18	3,443,281	2,835,628
Total funds		<u><u>3,468,281</u></u>	<u><u>2,860,628</u></u>

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Michael Tomlinson

Date: 26TH OCTOBER 2021

The notes on pages 19 to 36 form part of these financial statements.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Consolidated statement of cash flows
for the year ended 31 December 2020**

	2020	2019
	£	£
Cash flows from operating activities		
Net cash used in operating activities	655,599	(172,906)
Cash flows from investing activities		
Dividends, interests and rents from investments	151	340
Proceeds from the sale of tangible fixed assets	3,500	-
Purchase of tangible fixed assets	(67,934)	(605,508)
Movement in fair value of investments	198	(1,740)
Net cash used in investing activities	(64,085)	(606,908)
Cash flows from financing activities		
Cash inflows from new borrowing	-	375,000
Repayments of borrowing	(33,226)	-
Net cash (used in)/provided by financing activities	(33,226)	375,000
Change in cash and cash equivalents in the year	558,288	(404,814)
Cash and cash equivalents at the beginning of the year	249,986	654,800
Cash and cash equivalents at the end of the year	808,274	249,986

The notes on pages 19 to 36 form part of these financial statements

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Notes to the financial statements for the year ended 31 December 2020

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

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 Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch 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.

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

1.2 Going concern

The Trustees assess whether the use of going concern is appropriate, i.e whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The Trustees make their assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements.

After making appropriate enquiries, the Board of Trustees has a reasonable expectation that the Charity has adequate resources to continue in existence for the foreseeable future.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Notes to the financial statements for the year ended 31 December 2020

1. Accounting policies (continued)

1.3 Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charity, can be reliably measured.

Grants are included in the Consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the charity's accounting policies.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the charity which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Notes to the financial statements for the year ended 31 December 2020

1. Accounting policies (continued)

1.5 Government grants

Government grants relating to tangible fixed assets are treated as deferred income and released to the Consolidated statement of financial activities over the expected useful lives of the assets concerned. Other grants are credited to the Consolidated statement of financial activities as the related expenditure is incurred.

1.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following bases:

Freehold property	- 2% on cost
Plant and machinery	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	-

1.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated statement of financial activities.

Investments in subsidiaries are valued at cost less provision for impairment.

1.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.10 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.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Notes to the financial statements for the year ended 31 December 2020

1. Accounting policies (continued)

1.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.12 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet 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 in the Consolidated statement of financial activities as a finance cost.

1.13 Financial instruments

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.14 Finance leases and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the Group. Obligations under such agreements are included in creditors, net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Consolidated statement of financial activities so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.15 Operating leases

Rentals paid under operating leases are charged to the Consolidated statement of financial activities on a straight line basis over the lease term.

1.16 Pensions

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Notes to the financial statements for the year ended 31 December 2020

1. Accounting policies (continued)

1.17 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

2. Income from donations and legacies

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Donations	31,862	31,862	37,368
Legacies	637,669	637,669	210,311
Grants	25,855	25,855	56,188
Similar incoming resources	327,626	327,626	2,142
	<u>1,023,012</u>	<u>1,023,012</u>	<u>306,009</u>
<i>Total 2019</i>	<u>306,009</u>	<u>306,009</u>	

3. Income from charitable activities

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Animal home and fundraising	<u>178,771</u>	<u>178,771</u>	<u>408,915</u>
<i>Total 2019</i>	<u>408,915</u>	<u>408,915</u>	

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Notes to the financial statements
for the year ended 31 December 2020**

4. Income from other trading activities

Income from fundraising events

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Events	12,804	12,804	1,160
<i>Total 2019</i>	<u>1,160</u>	<u>1,160</u>	

Income from non charitable trading activities

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Boarding	64,604	64,604	112,056
Rent receivable	-	-	1,786
Other income	37,231	37,231	-
Sale of RSPCA items	180	180	682
	<u>102,015</u>	<u>102,015</u>	<u>114,524</u>
<i>Total 2019</i>	<u>114,524</u>	<u>114,524</u>	

5. Investment income

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income from local listed investments	(198)	(198)	1,740
Dividends and interest received	151	151	50
	<u>(47)</u>	<u>(47)</u>	<u>1,790</u>
<i>Total 2019</i>	<u>1,790</u>	<u>1,790</u>	

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Notes to the financial statements
for the year ended 31 December 2020**

6. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Boarding expenditure	115	115	12,150
Purchases	158	158	1,530
Boarding wages	35,249	35,249	34,607
	<u>35,522</u>	<u>35,522</u>	<u>48,287</u>
<i>Total 2019</i>	<u>48,287</u>	<u>48,287</u>	

7. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Animal home and fundraising	673,380	673,380	947,802
	<u>947,802</u>	<u>947,802</u>	
<i>Total 2019</i>	<u>947,802</u>	<u>947,802</u>	

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Notes to the financial statements
for the year ended 31 December 2020**

8. Analysis of expenditure by activities

	Activities undertaken directly 2020 £	Support costs 2020 £	Total funds 2020 £	Total funds 2019 £
Animal home and fundraising	615,965	57,415	673,380	947,802
	<u>615,965</u>	<u>57,415</u>	<u>673,380</u>	
<i>Total 2019</i>	<u>872,346</u>	<u>75,456</u>	<u>947,802</u>	

Analysis of direct costs

	Animal home and fundraisi 2020 £	Total funds 2020 £	Total funds 2019 £
Staff costs	355,955	355,955	446,786
Depreciation	78,255	78,255	70,081
Shop rent	44,847	44,847	58,088
Rates and water	4,570	4,570	14,082
Insurance	3,109	3,109	810
Light and heat	27,150	27,150	59,110
Telephone	3,664	3,664	7,055
Postage and stationery	846	846	3,238
Sundry expenses	10,175	10,175	5,520
Food costs	1,191	1,191	18,398
Veterinary fees	38,741	38,741	104,957
Repairs and renewals	31,986	31,986	40,184
Cleaning and waste disposal	7,706	7,706	24,613
Recruitment and training	664	664	4,093
Travel costs	1,229	1,229	5,348
Other staff costs	93	93	2,357
Administration expenses	5,784	5,784	7,626
	<u>615,965</u>	<u>615,965</u>	<u>872,346</u>
<i>Total 2019</i>	<u>872,346</u>	<u>872,346</u>	

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Notes to the financial statements
for the year ended 31 December 2020**

8. Analysis of expenditure by activities (continued)

Analysis of support costs

	Animal home and fundraising 2020 £	Total funds 2020 £	Total funds 2019 £
Staff costs	15,523	15,523	12,381
Administration costs	10,719	10,719	6,198
Fundraising and publicity	1,484	1,484	1,443
Legal and professional fees	2,150	2,150	1,571
Profit on disposal	(2,655)	(2,655)	-
Interest payable and similar charges	1,839	1,839	8,096
Governance costs	28,355	28,355	45,767
	<hr/> 57,415 <hr/>	<hr/> 57,415 <hr/>	<hr/> 75,456 <hr/>
<i>Total 2019</i>	<hr/> 75,456 <hr/>	<hr/> 75,456 <hr/>	

9. Auditors' remuneration

	2020 £	2019 £
Fees payable to the charity's auditor for the audit of the charity's annual accounts	4,600	5,750
Fees payable to the charity's auditor in respect of:		
All non-audit services not included above	<hr/> 31,300 <hr/>	<hr/> 36,050 <hr/>

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Notes to the financial statements for the year ended 31 December 2020

10. Staff costs

	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Wages and salaries	377,918	461,309	342,669	426,702
Social security costs	24,172	25,957	24,172	25,957
Contribution to defined contribution pension schemes	4,637	6,508	4,637	6,508
	406,727	493,774	371,478	459,167

During the year, the charity made payments to 8 (2019 - 3) staff members in regards to termination and redundancy. The total of these payments was £15,523 (2019 - £12,681) of which £Nil remained payable at the balance sheet date.

The average number of persons employed by the charity during the year was as follows:

Group 2020 No.	Group 2019 No.	Charity 2020 No.	Charity 2019 No.
27	28	25	28

No employee received remuneration amounting to more than £60,000 in either year.

11. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 31 December 2020, no Trustee expenses have been incurred (2019 - £NIL).

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Notes to the financial statements for the year ended 31 December 2020

12. Tangible fixed assets

Group and Charity

	Freehold property £	Plant and machinery £	Motor vehicles £	Computer equipment £	Total £
Cost or valuation					
At 1 January 2020	3,610,206	58,373	37,502	-	3,706,081
Additions	66,360	1,250	-	324	67,934
Disposals	-	-	(15,001)	-	(15,001)
At 31 December 2020	<u>3,676,566</u>	<u>59,623</u>	<u>22,501</u>	<u>324</u>	<u>3,759,014</u>
Depreciation					
At 1 January 2020	629,845	26,256	34,405	-	690,506
Charge for the year	72,898	4,787	563	7	78,255
On disposals	-	-	(14,156)	-	(14,156)
At 31 December 2020	<u>702,743</u>	<u>31,043</u>	<u>20,812</u>	<u>7</u>	<u>754,605</u>
Net book value					
At 31 December 2020	<u>2,973,823</u>	<u>28,580</u>	<u>1,689</u>	<u>317</u>	<u>3,004,409</u>
At 31 December 2019	<u>2,980,361</u>	<u>32,117</u>	<u>3,097</u>	<u>-</u>	<u>3,015,575</u>

Included in land and buildings is freehold land at valuation of £345,964 (2019: £345,964) which is not depreciated.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Notes to the financial statements
for the year ended 31 December 2020**

13. Fixed asset investments

	Listed investments £
Group and charity	
Cost or valuation	
At 1 January 2020	5,325
Revaluations	(198)
	<hr/>
At 31 December 2020	5,127
	<hr/>
Net book value	
At 31 December 2020	5,127
	<hr/>
At 31 December 2019	5,325
	<hr/>

14. Stocks

	Group 2020 £	<i>Group 2019 £</i>	Charity 2020 £	<i>Charity 2019 £</i>
Finished goods and goods for resale	4,976	4,976	4,976	4,976
	<hr/>	<hr/>	<hr/>	<hr/>

15. Debtors

	Group 2020 £	<i>Group 2019 £</i>	Charity 2020 £	<i>Charity 2019 £</i>
Due within one year				
Trade debtors	9,018	5,536	4,896	5,536
Amounts owed by group undertakings	-	-	45,434	416
Other debtors	15,035	3,735	35,451	28,200
Prepayments and accrued income	7,860	13,483	7,860	13,483
	<hr/>	<hr/>	<hr/>	<hr/>
	31,913	22,754	93,641	47,635
	<hr/>	<hr/>	<hr/>	<hr/>

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Notes to the financial statements
for the year ended 31 December 2020**

16. Creditors: Amounts falling due within one year

	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Other loans	75,000	-	75,000	-
Trade creditors	30,025	28,086	20,491	26,591
Other taxation and social security	2,296	6,622	2,296	6,622
Obligations under finance lease and hire purchase contracts	399	399	399	399
Other creditors	1,628	3,241	1,628	3,241
Accruals and deferred income	10,296	24,640	8,446	19,640
	119,644	62,988	108,260	56,493

17. Creditors: Amounts falling due after more than one year

	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Other loans	266,774	375,000	266,774	375,000

Other loans is made up of a loan received from the RSPCA governing council in 2019 and is repayable by way of a 10% deduction off the value of each branch legacy gift, administered by the national society.

The loan is secured against the Animal Centre site at Bohemia Corner, including the land under property title IW2977.

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Notes to the financial statements
for the year ended 31 December 2020**

18. Statement of funds

Statement of funds - current year

	Balance at 1 January 2020 £	Income £	Expenditure £	Balance at 31 December 2020 £
Unrestricted funds				
General Funds	<u>2,835,628</u>	<u>1,316,555</u>	<u>(708,902)</u>	<u>3,443,281</u>
Restricted funds				
Cattery Equipment Fund	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>25,000</u>
Total of funds	<u><u>2,860,628</u></u>	<u><u>1,316,555</u></u>	<u><u>(708,902)</u></u>	<u><u>3,468,281</u></u>

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Notes to the financial statements for the year ended 31 December 2020

18. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 January 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 December 2019 £</i>
Unrestricted funds				
General Funds	2,999,319	832,398	(996,089)	2,835,628
Restricted funds				
Cattery Equipment Fund	25,000	-	-	25,000
Total of funds	3,024,319	832,398	(996,089)	2,860,628

19. Summary of funds

Summary of funds - current year

	<i>Balance at 1 January 2020 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 December 2020 £</i>
General funds	2,835,628	1,316,555	(708,902)	3,443,281
Restricted funds	25,000	-	-	25,000
	2,860,628	1,316,555	(708,902)	3,468,281

Summary of funds - prior year

	<i>Balance at 1 January 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 December 2019 £</i>
General funds	2,999,319	832,398	(996,089)	2,835,628
Restricted funds	25,000	-	-	25,000
	3,024,319	832,398	(996,089)	2,860,628

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Notes to the financial statements
for the year ended 31 December 2020**

20. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	3,004,409	-	3,004,409
Fixed asset investments	5,127	-	5,127
Current assets	820,163	25,000	845,163
Creditors due within one year	(119,644)	-	(119,644)
Creditors due in more than one year	(266,774)	-	(266,774)
Total	3,443,281	25,000	3,468,281

Analysis of net assets between funds - prior period

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £
Tangible fixed assets	3,015,575	-	3,015,575
Fixed asset investments	5,325	-	5,325
Current assets	252,716	25,000	277,716
Creditors due within one year	(62,988)	-	(62,988)
Creditors due in more than one year	(375,000)	-	(375,000)
Total	2,835,628	25,000	2,860,628

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

**Notes to the financial statements
for the year ended 31 December 2020**

21. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2020 £	Group 2019 £
Net income/expenditure for the period (as per Statement of Financial Activities)	607,653	(163,691)
Adjustments for:		
Depreciation charges	78,255	73,177
Dividends, interests and rents from investments	(151)	(340)
Loss/(profit) on the sale of fixed assets	(2,655)	-
Increase in debtors	(9,159)	(6,308)
Decrease in creditors	(18,344)	(75,744)
Net cash provided by/(used in) operating activities	655,599	(172,906)

22. Analysis of cash and cash equivalents

	Group 2020 £	Group 2019 £
Cash in hand	808,274	249,986
Total cash and cash equivalents	808,274	249,986

23. Analysis of changes in net debt

	At 1 January 2020 £	Cash flows £	Other non- cash changes £	At 31 December 2020 £
Cash at bank and in hand	249,986	558,288	-	808,274
Debt due within 1 year	-	-	(75,000)	(75,000)
Debt due after 1 year	(375,000)	33,226	75,000	(266,774)
Finance leases	(399)	-	-	(399)
	(125,413)	591,514	-	466,101

Royal Society For The Prevention of Cruelty To Animals Isle of Wight Branch

Notes to the financial statements for the year ended 31 December 2020

24. Operating lease commitments

At 31 December 2020 the Group and the charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2020 £	<i>Group 2019 £</i>	Charity 2020 £	<i>Charity 2019 £</i>
Not later than 1 year	6,921	<i>33,417</i>	6,921	<i>33,417</i>
Later than 1 year and not later than 5 years	-	<i>41,467</i>	-	<i>41,467</i>
	6,921	<i>74,884</i>	6,921	<i>74,884</i>

25. Related party transactions

The branch is currently under Council Trusteeship meaning that the Royal Society for the Prevention of Cruelty to Animals (RSPCA) has the power to appoint and remove Trustees. The RSPCA is therefore deemed to be a related party.

Income of £602,331 (2019: £558,970) and purchases of £20,243 (2019: £41,591) were made from the RSPCA. As at the balance sheet date £2,468 (2019: £7,533) was owed to the RSPCA.

During the year, expenditure of £431 (2019: £nil) were made from the RSPCA Solent Branch, which is deemed a related party through two common trustees being Michael Stuart Tomlinson and Paul David Baxter. No amounts were outstanding as at 31 December 2020.