

**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
LLYS NINI BRANCH - CARDIFF TO SWANSEA**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
LLYS NINI BRANCH - CARDIFF TO SWANSEA**

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ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

TRUSTEES REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their report and financial statements for the year ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the charity's governing document, 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 (FRS 102) (effective 1 January 2019)".

Objectives and activities

The RSPCA Llys Nini Branch is an unincorporated charitable association and a separately registered branch of the Royal Society for the Prevention of Cruelty to Animals (the Society), carrying out its direct animal welfare work in the unitary authorities of Swansea, Neath Port Talbot, Bridgend, some areas within Rhondda Cynon Taf Powys and Cardiff. However, when able, it takes in animals from the whole of South and West Wales.

The objects of the Branch are to promote the work and objects of the Society - to promote kindness and to 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.

The aim of the branch is to provide a committed welfare service to both domestic and wildlife animals in the South Wales area – to rescue, rehabilitate and rehome as many animals that need our assistance following neglect, mistreatment or who are unwanted in the home. We endeavour to promote responsibility for animals and environment through the education of children via school visits.

In order to meet its aims and objectives, the branch operates from a 78-acre farmland on the outskirts of Swansea, with facilities to provide the care for animals brought into the centre. The capacity of the centre is 57 dogs and 102 cats, 100 miscellaneous plus pups and kittens at any one time. The facilities allow the animals to be provided with the peace and tranquillity they often require as they go through rehabilitation. The branch works closely with the local RSPCA inspectorate providing the support and space for them to provide their services. The branch also works closely with St James Veterinary Group to provide its veterinary services for the branch animals and also works with a number of volunteers to help with the animals at the Centre, in the shops and out on the site, providing much needed hands-on experience and assistance.

Meeting the public benefit reporting requirement of the Charities Act

The trustees have reviewed the outcomes and achievements of the objectives and activities for the year, to ensure they remain focused on the charitable aims, and continue to deliver benefits to the public. In deciding what activities the Branch should undertake, the trustees have complied with the duty under the Charities Act 2011 to have due regard to public benefit guidance published by the Commission.

Under the Charities Act 2011, the advancement of animal welfare is recognised as a distinct statutory charitable purpose. This legislation and the Animal Welfare Act 2006 indicate an acceptance by society that treating living creatures with compassion has a moral benefit for the public as a whole. Whilst this public benefit is clear, it is sometimes difficult to quantify and must be balanced against any detriment.

The Branch's animal welfare work, although local in nature, benefits society at large, and also aims to help people in need with the care of their animals. All the charitable activities, as described in more detail in the following pages of this report, focus on promoting kindness and preventing or suppressing cruelty to animals and are undertaken to further these purposes for the public benefit.

The opportunity for free use of the Llys Nini site to the local and wider community, and our partnership working with other agencies in the delivery of educational opportunities and volunteering and training for people at risk of social exclusion, in addition to our environmental work, demonstrates our commitment to being a holistic charity.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

As an active RSPCA Branch, we support our local Inspectors by taking in mistreated or abandoned animals, including pets whose owners suffer ill health or financial difficulties or pass away.

The Branch provides subsidised veterinary treatment for animals which are sick or injured and who belong to branch area people on low incomes through a voucher scheme. Subsidised neutering and micro-chipping of cats is also provided for those in the Branch area on low incomes working in collaboration with the Cats' Protection. This work helps to control cat populations through neutering and benefits those on means tested benefits by giving them financial help to neuter and microchip cats, thereby promoting responsible pet ownership.

Animals in our care receive veterinary treatment, vaccination, neutering, micro-chipping and are assessed for re-homing. This work helps to control the spread of disease and suffering.

The Branch re-homes animals in need to people willing and able to have a companion animal. Whilst we recognise that companion animals provide measurable benefits to people's physical and mental health, we consider the provision of pets as subsidiary to the main charitable aim of this service, which is to reduce animal suffering. Our policy to charge a reasonable adoption fee for animals aims to highlight the on-going personal and financial commitment of pet ownership. It would not be in the best interests of animals, and therefore would fall outside our objects, to re-home to those who could not afford them.

The Branch also provides, free of charge, advertising of lost and found animals and, through our Facebook, Instagram and Twitter accounts, takes steps to reunite them with owners. This work benefits our local community (including local authorities) by preventing animals straying and posing a risk to themselves and to people through road traffic accidents.

The Branch responds to enquiries from the public about animals locally.

The public benefits from knowing that we can intervene to assist animals in need; offer free animal care advice on the phone, and on our website; promotion of responsible pet ownership.

We provide volunteering and training opportunities for those who wish to support our work, which benefits local people and companies by providing the possibility of doing work which is compassionate and rewarding in addition to learning new skills.

We recycle and reuse hundreds of kilos of unwanted textiles and other materials that would otherwise go to landfill. We provide good quality low cost clothing and household items to the public through our shops and also provide, free of charge, essential clothes and when available other items to rough sleepers and homeless people through the appropriate agencies.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Achievements and performance

2021 was another challenging year. The Welsh Government continued to impose restrictions which meant that our shops were again closed for over 3 months at the start of the year, the Animal Centre had restricted access with the public and volunteers for months and a number of our fundraising events were unable to take place. Despite this, Llys Nini continued to be operational throughout the year, albeit on reduced capacity, due to staffing levels, additional administrative procedures required, and the limited number of animals coming into the Centre via the Inspectors whilst their work levels also fell due to access restrictions. Llys Nini continued to encourage a "virtual rehoming system" with potential adopters viewing animals online, the vetting of potential new owners was done virtually, but in contrast to last year, the potential owners were able to visit the Centre to meet and socialise with the animals prior to adoption. Appointment only visits to view the animals were put in place to reduce the number of visitors at one time.

Whilst the shops were closed, all shop staff and shop related staff were put onto the furlough scheme. Because of this scheme, we were able to keep our valued staff members on until such time the shops were allowed to fully reopen. The Marquee at the Centre has continued to be invaluable space and continues to house the collection and distribution point for donated goods to the shops. We have invested in this space and not returned to trawling for stock.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

In 2021, Llys Nini accepted 344 animals into the centre, most of whom had been rescued by RSPCA inspectors and were in poor health. By December, our dedicated staff nursed the majority of them back to health and had re-homed 273 of them. Llys Nini continues to provide welfare assistance throughout the branch area via a voucher scheme. In 2021, in addition to the branch animals taken in, Llys Nini helped 414 animals by means of welfare assistance, 1,050 animals were neutered, 1,010 were microchipped.

It is the branch's policy that no healthy and re-homeable animal should be euthanised.

The branch has continued to work with the Cats Protection and have neutered a large number of cats within the Branch area. The scheme offers neutering and micro-chipping to cats belonging to people on low incomes. There has also been a high-profile advertising campaign via social media to promote this scheme. The Cat neutering programme this year saw 1,050 cats neutered and microchipped within the branch area.

The St James Veterinary Clinic on our site continues to be a huge help to the branch, cutting down on costs and has been much better for the animals needing the Vet treatments or check-ups.

The Conservation area continues to thrive with regular sightings of ducks, kingfishers, heron, bats, foxes and owls visiting our site.

The paths and boardwalks are continually being maintained so that people can come and enjoy the green spaces. The Safeguarding Officer has also continued working with people with disabilities, helping them to contribute to the development of the site and the wildlife. The site has also been awarded a Community Green Flag Award for a sixth year. Our wildlife hide sponsored by Tesco's "Bags of help" is a good place to view the wildlife on the pond.

During 2021, a new Playground Shelter room was constructed for the visitors, all funded by the Mynydd y Gwair Community funding. In addition, a Refreshment shed was constructed for visitors and volunteers to purchase drinks and snacks, again provided by Penllergaer Environment Team, along with tables and chairs to sit outside in the grounds.

We have slowly invited volunteers back on site again due to the Covid restrictions – cat socialising, dog walking, shop staff and fundraising preparation. We have much gratitude for their work and thank them so much for the important work they undertake for Llys Nini.

A number of our usual fundraising events were cancelled again this year. Our fundraising team continue to work tirelessly in innovative ways to raise the much needed funds – virtual dog walks, virtual cat and dog shows,, promoting our Safe Haven Scheme and social media fundraising, to name but a few. The events held during the year were well supported, in particular the August Summer Festival, the Swansea Jack Mutt Strutt, the Halloween Trails and events and the downscaled Christmas events - all went down really well, raising the much needed funds to keep operational work going.

The Trustees of RSPCA Llys Nini would like to record their gratitude to all branch staff, volunteers, supporters and partner organisations. The Branch is a voluntary organisation and without this level of mutual support would not be able to function for the benefit of people and animals.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Financial review

The Branch's results for the year are set out on the Statement of Financial Activities on page 16.

The Branch has resulted a surplus of £331,173 (2020: surplus £659,282) recorded for the year. The surplus in both 2020 and 2021 are due to large value legacy income received.

Income

Donations and gift aid income has increased from the previous year from £167,530 to £180,659.

Legacy income has decreased on the previous year from £510,817 to £247,849. Legacy income is an unpredictable source of income, but from which the branch has benefited greatly over the past few years.

The Trustees have continued to obtain various grants to support the work they are undertaking at Llys Nini, such as, promoting the site for educational, environmental and heritage purposes and to subsidise staff costs and capital expenditure on certain projects. Retail Support Grants and the Coronavirus Job Retention Scheme grants were offered by the Welsh Government particularly when the shops were forced to close and has helped significantly. Grants of £20,000 has been received from Moondance, and further funding from the Welsh Government Community Fund and National Lottery to finance the "Ysgubor" project – shop, workshop, café, classroom and indoor activity area to be built in 2022.

The charity shops were closed for the first 3 months of the year due to the Welsh Government imposed Covid-19 restrictions. However, on reopening in April 2021, have performed very well considering the general demise of the local High Street. Only one shop out of the 12 shops closed has not reopened – and has subsequently been closed permanently. It is hoped a new shop will be opened in the not-too-distant future to replace it.

Money market income has decreased due to the poor market conditions, resulting in poor interest rates return on the deposits held and low dividends received.

The movement in unrealised gain (where market value is higher than actual cost) amounted to £53,284 (2020: £27,356). Realised gains (where investments were sold) amounted to £391 (2020: £53,962).

During the year, the charity disposed assets and the profit on disposals amounted to £3,578 (2020: £Nil).

Income generated from other activities included rent from the Veterinary Clinic, Groomers, Beekeepers and Wildflower sites together with the rent for the solar field.

Many events, both virtual and actual, were held during the year for fundraising – Mutts Struts, Halloween and Summer trails together with the virtual events and promoting the Safe Haven scheme and social media, all which have helped to raise income totalling £134,988 (2020: £192,314).

Expenditure

Salaries continue to be the main category of charitable expenditure; £375,834 (2020: £425,161) for the direct caring of animals and the environment; £404,857 (2020: £384,280) for the shop workers and administration of shops and £41,771 (2020: £39,205) for fundraising team. Salaries of the Branch Executive and Finance manager are allocated per proportion of their time covering the areas of the branch activities.

Support costs include charges by HQ to cover the legal & administrative costs relating to the legacy income.

The charity generated an unrestricted surplus (excluding gain on investments) of £270,687 for the year ended 31 December 2021 (2020: £597,566).

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Investment policy

The policy of investing in equities and fixed interest securities remains unchanged with the investment managers – Watermark Financial Planning managing the main fund with Old Mutual Wealth. Barclays Portfolio Investment managers manage the Barclays portfolio. Trustees are forwarded regular reports of how well the investments are performing in order to make informed decisions on the investments held.

The trustees review the investment policy annually with a view to diversifying and obtaining the best possible return at manageable risk with restrictions placed upon the funds being invested in anything detrimental to the environmental & animal welfare.

The investments analysis, valuation and costs are shown in note 15.

Deposit accounts are also held with Barclays Wealth, Swansea Building Society and Monmouthshire Building Society on shorter term deposit terms.

Principal funding sources

One of the main sources of funding is through adoptions and re-homing income. The branch also raises funds from the operation of 11 charity shops within the branch area in order to support its charitable activities. In addition, it raises rental income from various properties it owns and all funds are returned to the branch to support its activities.

Various fundraising activities throughout the year help raise the profile and raise funds for the branch.

Reserves policy

The Trustees regularly review the reserves held of the charity. They have reviewed both the income and expenditure of a fixed and variable nature. Their findings are that to allow the branch to operate efficiently and to enable adequate resources to meet their commitments they consider free reserves of at least £500,000 should be maintained. This is equivalent to approximately three months of unrestricted expenditure. The branch has met with this policy at year end with free reserves totalling £2,291,969 (2020: £2,118,847).

Contribution made by volunteers

The Charity is both dependent upon and much appreciative of the work that the many volunteers do on behalf of the branch. A large number of the volunteers give freely of their time to support many of the day to day duties of the branch such as dog walking, dog and cat socialising, working on the reception assisting in the facilitating re-homing of the animals in care, administrative duties, volunteering in the charity shops, volunteering to work on environmental projects, and of course raising the profile of the branch through fundraising. This has been once again restricted this year but is slowly getting back to normal. The trustees appreciate the continued support of all volunteers.

Trustees of the branch are required to be members of the Branch.

Plans for future periods

The trustees are committed to provide animal welfare services at Llys Nini and to operate welfare assistance schemes throughout the extended branch area.

In order to maximise income generation, the charity plans to continue to manage its land for biodiversity and to develop a "green" visitors' attraction. These plans will use none of the charity's funds but will rely on money from other sources, including various grants.

The Trustees are committed to the Environmental work on the site and are working with a number of organisations such as Forest Schools to encourage the young people to enjoy the wildlife. The Swansea Bee Society also continues to work on site. Celtic Wildflowers is using the Centre as a location in which to grow native wildflower plants and trees, which in itself will be a benefit to the wildlife at the Centre. We continue to look at other organisations to work with to use the land for the benefit of the environment.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees also seek to increase revenue generated from its shops operation by making its existing shops more profitable and efficient and potentially looking for further shops to invest in.

Work building up awareness in the Cardiff area is slow in developing. There is still a keen interest in setting up a rehoming centre/shop in Cardiff but this has been hindered by the lack of suitable and affordable property in the area.

2022 is considered to be a "building Year" – we have secured the grant funding to cover the majority of the project of "Yr Ysgubor" in place to build a community facility. We also have the Covered Dog Run so that our furry residents can exercise in the dry and less muddy conditions. This will be self funded from our reserves, but we are currently trying to raise additional funds for the costs involved of approximately £100,000. We have also designated £100,000 from our funds to upgrade some of the animal accommodation facilities.

Structure, governance and management

Governing Document

The organisation is an unincorporated charity, registered with the Charity Commission on 21 August 1963, and operates as an autonomous branch of the RSPCA, subject to its rules for branches (as updated in 2012).

In August 2016 the Trustees obtained an order from the Charity Commission to incorporate the charity trustees as a body incorporate under the power given in section 251 of the Charities Act 2011. This means that all property of the charity is transferred to the incorporated body. Its governing document encompasses the rules adopted on 18 February 2009 as amended on 8 April 2017.

Recruitment and Appointment of Management Committee

The charity is governed by a minimum of 7 to a maximum of 14 Trustees, appointed annually by way of a members' ballot, which is held at the Annual General Meeting. All trustees are briefed on their responsibilities as Trustees by the Chair of Trustees and have access to the online Trustee Handbook and RSPCA guidelines together with the appropriate Charity Commission publications. There is no requirement for trustees to retire by rotation.

All trustees are deemed to be "fit and proper persons" and eligible to be trustees of RSPCA Llys Nini.

Organisational Structure

The trustees hold monthly meetings at which decisions on policy and practice are made. The day-to-day running of the Animal Centre is delegated to the Animal Centre Manager, and the day-to-day running of the shops is delegated to the Area Shop Manager and to the individual shops' managers. The Branch Executive and the Finance Manager are the lead professionals, line managing the middle management team and, with the Chair, managing the running of the branch as a whole.

A register of Trustee interests is maintained at the branch and is available to the public for review.

Pay policy for Key Management Personnel

The trustees consider that the senior management team, comprised of the key management personnel of the charity, are in charge of directing and controlling, running and operating the branch on a day-to-day basis. All trustees give of their time freely and no trustee received remuneration in the year. Details of trustee expenses, key management personnel and related party transactions are disclosed in note 11 and 12 to the accounts.

The pay of the senior staff is reviewed annually and normally increased in accordance with average earnings. In view of the nature of the charity, the trustees' benchmark against pay levels in other charities of a similar size and operating in the same sector. The remuneration is benchmarked using market data which is readily available.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Related Parties

The branch is affiliated to the RSPCA. It also co-operates and liaises with a number of other organisations to achieve its objectives on a broader level, such as Cats Protection, Dogs' Trust, WCVA, Swansea Council Conservation Team and Celtic Wildflowers. It also works closely with St James Veterinary Practice.

Risk Management

Trustees actively review the risks that the charity faces on a regular basis, including operational and financial reviews and have established systems to mitigate the significant risks, which they have identified as:

- an inability to operate the Animal Centre and other Animal Welfare Services through lack of funds;
- an inability to operate the Animal Centre due to fire or other destruction;
- an inability to operate the shops due to fire or other destruction;
- a loss of reputation through error or fraud;
- an inability to operate as a branch due to a future potential lack of trustees;
- reliance upon a limited number of individuals to undertake duties.
- reliance on donations/donated goods for main source of income.
- shutdown on all fundraising opportunities.

Trustee and Management regularly review the major risks to which the charity is exposed bringing attention to newly identified exposures. Procedures are in place to ensure compliance Health & Safety requirements relating to staff, trustees, volunteers and visitors to the premises. A safeguarding officer has also been appointed.

The Llys Nini Branch is an independently registered charity affiliated to the RSPCA. The Branch is responsible for the Llys Nini Animal Centre and raises all the running costs for the Centre itself.

Fundraising

RSPCA Llys Nini do not engage with professional fundraisers to act on our behalf to actively fundraise. They do however partner up with the RSPCA who undertake a door to door committed giving scheme on behalf of both charities. The RSPCA takes full responsibility and manages this operation. They are members of the Association of Fundraisers and abide by their code of practice.

There has not been any instance of failure by the charity, or by any person acting on its behalf, to comply with fundraising standards or scheme for fundraising regulation that the charity or the person acting on its behalf has voluntarily subscribed.

RSPCA Llys Nini has utilised the digital advertising via social media and has employed an agent to facilitate this process.

There are occasions when individuals will use social media platforms to fundraise on behalf of RSPCA Llys Nini. The administrators of our social media platforms regularly monitor activities on the social media to validate their activity. If not appropriate then they will be removed.

In order to protect vulnerable people and other members of the public, RSPCA Llys Nini does not undertake cold calling or chugging, and therefore do not make first contact with anyone to donate to the charity. All subscribers' details are kept in compliance with GDPR.

Limited bucket collections are performed but with the necessary licences required from the local councils. All donations are made freely and no pressure applied for donations. All collectors work in pairs to protect each other and the public.

There have been no complaints received by the charity or by a person acting on its behalf for the purpose of fundraising or about fundraising activity.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Reference and administrative details

Registered charity name	Royal Society for the Prevention of Cruelty to Animals, Llys Nini Branch - Cardiff to Swansea
Known as	RSPCA, Llys Nini Branch - Cardiff to Swansea
Charity number	224337
Principal office	Llys Nini Animal Centre Penllergaer Swansea SA4 9WB
President	Martin Trainer
Vice Presidents	Joe and Lacey Allen Kevin Johns Peter Black
Trustees	Sally Hyman (Chair) Jill Fordham (Vice Chair) Claire Chappell (Secretary) Iwan Rees - Appointed 23/11/21 Alison Spence - Appointed 27/7/21 Howard Spence - Appointed 27/7/21 Steve Wilson - Appointed 8/6/21 Robert Davies Deirdre Magoris Rebecca Miles Rev Elaine Jenkyns Rev Stephen Jenkyns Jean Rawlings
Auditors	Azets Audit Services Ty Derw Lime Tree Court Cardiff Gate Business Park Cardiff CF23 8AB
Bankers and portfolio managers	Barclays Bank Plc 70 The Kingsway Swansea SA1 5JB
Investment advisors	Watermark Financial Planning 1st Floor 98 Walter Road Swansea SA1 5QJ

**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
LLYS NINI BRANCH - CARDIFF TO SWANSEA**

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Legal advisors

JCP Solicitors
Swansea Enterprise Park
Venture Court
Waterside Business Park
Valley Way
Swansea
SA6 8AH

Key management personnel

Mr David Stokes - Branch Executive
Mrs Claire Phillips - Branch Finance Manager
Mr Gary Weeks - Animal Centre Manager
Mrs Kim Williams - Area Shop Manager

The trustees report was approved by the Board of Trustees.



S Hyman

Chair

Dated:

31st May 2022

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

STATEMENT OF TRUSTEES RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2021

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

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

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;
- 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 operation.

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

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

Opinion

We have audited the financial statements of Royal Society for the Prevention of Cruelty to Animals, Llys Nini Branch - Cardiff to Swansea (the 'charity') for the year ended 31 December 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, 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).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2021 and of its incoming resources and application of resources, 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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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 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.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's 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 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.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

As explained more fully in the statement of trustees responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they 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 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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 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 auditor's 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.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements 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 (FRS 102)" (as amended) 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 now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

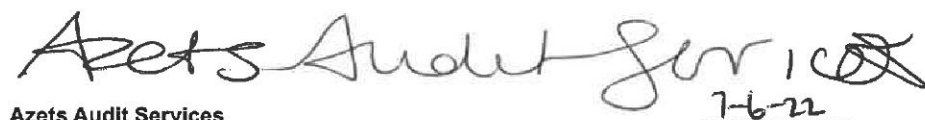
**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
LLYS NINI BRANCH - CARDIFF TO SWANSEA**

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

**TO THE TRUSTEES OF ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO
ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA**

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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.


Azets Audit Services 7-6-22

**Chartered Accountants
Statutory Auditor**

Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
United Kingdom
CF23 8AB

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
LLYS NINI BRANCH - CARDIFF TO SWANSEA**

**STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT**

FOR THE YEAR ENDED 31 DECEMBER 2021

		Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Notes							
Income and endowments from:							
Donations and legacies	3	408,508	20,000	428,508	678,347	-	678,347
Charitable activities	4	220,698	108,397	329,095	383,189	196,135	579,324
Other trading activities	5	881,117	-	881,117	689,683	-	689,683
Investments	6	4,119	-	4,119	7,711	-	7,711
Other income	7	3,578	-	3,578	22,505	-	22,505
Total income		1,518,020	128,397	1,646,417	1,781,435	196,135	1,977,570
Expenditure on:							
Raising funds	8	632,072	89,123	721,195	707,816	-	707,816
Charitable activities	9	615,261	32,463	647,724	476,053	215,737	691,790
Total resources expended		1,247,333	121,586	1,368,919	1,183,869	215,737	1,399,606
Net gains/(losses) on investments	13	53,675	-	53,675	81,318	-	81,318
Net movement in funds		324,362	6,811	331,173	678,884	(19,602)	659,282
Fund balances at 1 January 2021		3,847,073	488,493	4,335,566	3,168,189	508,095	3,676,284
Fund balances at 31 December 2021		4,171,435	495,304	4,666,739	3,847,073	488,493	4,335,566

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

All income and expenditure derive from continuing activities.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	14	1,446,158		1,508,105	
Investments	15	1,570,205		1,514,878	
		<u>3,016,363</u>		<u>3,022,983</u>	
Current assets					
Stocks	17	13,652		14,362	
Debtors	18	372,255		257,200	
Cash at bank and in hand		1,427,846		1,198,698	
		<u>1,813,753</u>		<u>1,470,260</u>	
Creditors: amounts falling due within one year	19	(163,377)		(157,677)	
Net current assets		<u>1,650,376</u>		<u>1,312,583</u>	
Total assets less current liabilities		<u>4,666,739</u>		<u>4,335,566</u>	
Income funds					
Restricted funds	22	495,304		488,493	
<u>Unrestricted funds</u>					
Designated funds	23	1,879,466		1,728,226	
General unrestricted funds		2,291,969		2,118,847	
		<u>4,171,435</u>		<u>3,847,073</u>	
		<u>4,666,739</u>		<u>4,335,566</u>	

The financial statements were approved by the Trustees on 31/5/22


Iwan Rees
Trustee


S Hyman
Chair

**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
LLYS NINI BRANCH - CARDIFF TO SWANSEA**

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from operations	27		253,348		700,356
Investing activities					
Purchase of tangible fixed assets		(33,393)		(139,232)	
Proceeds on disposal of tangible fixed assets		6,726		-	
Purchase of investments		-		(349,990)	
Proceeds on disposal of investments		(1,652)		347,849	
Investment income received		4,119		7,711	
Net cash used in investing activities			(24,200)		(133,662)
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			229,148		566,694
Cash and cash equivalents at beginning of year			1,198,698		632,004
Cash and cash equivalents at end of year			1,427,846		1,198,698

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

Royal Society for the Prevention of Cruelty to Animals, Llys Nini Branch - Cardiff to Swansea is an unincorporated charity whose principal office is Llys Nini Animal Centre, Penllergaer, Swansea, SA4 9WB.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, 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 (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements 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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

The financial statements have been prepared under the historical cost convention, modified to certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts. Donated goods are recognised at their value when the sale takes place.

Income from grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred. Capital grants are released to the Statement of Financial Activities in the year of receipt. Fixed assets relating to capital grants are capitalised, and depreciation charged is offset against grant income, in a restricted fund.

Income from charitable trading activities represents fees charged in respect of the adoption and treatment of animals, the provision of boarding facilities and claim fees for recovered pets, these income streams are credited to the Statement of Financial Activities in the year in which they are due. Income received in advance is deferred to the appropriate financial year.

Charity shop and other miscellaneous income is recognised in the period when the sale takes place.

Rental and solar farm income is recognised in the period to which the service is provided.

Interest on funds held on deposit is included 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 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Costs of raising funds comprise the costs in relation to generating income such as fundraising activities.

Expenditure on charitable activities includes all costs relating to the furtherance of the charity's objectives as stated in the trustees report.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

All costs are allocated between the expenditure categories in the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly while others are apportioned on an appropriate basis, as set out in the support costs note.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	Nil
Buildings	2% per annum straight line
Building improvements	10% per annum straight line
Fixtures and fittings	4-33% per annum straight line
Clinic equipment	10% per annum reducing balance
Motor vehicles	20% per annum straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

Individual fixed assets costing £250 or more are capitalised at cost.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Donated goods for sale are not valued.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.10 Cash and cash equivalents

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

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.11 Financial instruments

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

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

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

Basic financial assets

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

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

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

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

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

1.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.14 Leases

Rentals payable under operating leases are charged to expenditure on a straight line basis over the term of the relevant lease.

Rentals due under operating leases are charged to income on a straight line basis over the term of the relevant lease.

2 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.

The charity does not have any key or significant accounting estimates.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds
	2021 £	2021 £	2021 £	2020 £
Donations and gifts	160,659	20,000	180,659	167,530
Legacies receivable	247,849	-	247,849	510,817
	<u>408,508</u>	<u>20,000</u>	<u>428,508</u>	<u>678,347</u>

**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
LLYS NINI BRANCH - CARDIFF TO SWANSEA**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

4 Charitable activities

	2021 £	2020 £
Adoptions, claiming and housing	64,370	74,866
Clinic and miscellaneous receipts	6,839	19,323
Regional grant - neutering program	-	2,048
Grants received	257,886	483,087
	<u>329,095</u>	<u>579,324</u>
Analysis by fund		
Unrestricted funds	220,698	383,189
Restricted funds	108,397	196,135
	<u>329,095</u>	<u>579,324</u>
Grants		
Coronavirus Job Retention Scheme	78,388	179,154
Retail Support grants	145,000	289,000
Dwr Cymru	-	500
Petplan	-	4,250
Pets at Home	2,489	10,183
Adoption for Pets Support	2,000	-
PET	800	-
Myndydd y Gwair	13,276	-
Kickstart	15,933	-
	<u>257,886</u>	<u>483,087</u>

**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
LLYS NINI BRANCH - CARDIFF TO SWANSEA**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

5 Other trading activities

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Charity shops	673,591	433,612
Special events	134,988	192,314
Rent income	58,223	56,218
Miscellaneous	14,315	7,539
Other trading activities	<u>881,117</u>	<u>689,683</u>

6 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Money market interest	2,669	5,150
Interest receivable	1,450	2,561
	<u>4,119</u>	<u>7,711</u>

7 Other income

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Net gain on disposal of tangible fixed assets	3,578	-
RSPCA Brecknock and District Branch	-	22,505
	<u>3,578</u>	<u>22,505</u>

The charity received circa 20% of the net assets of RSPCA Brecknock & District Branch during the prior year (charity number 224780). The charity took over an element of the services provided by the branch during 2019/20.

**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
LLYS NINI BRANCH - CARDIFF TO SWANSEA**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

8 Raising funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds
	2021 £	2021 £	2021 £	2020 £
Rent, rates, light and heat	180,440	-	180,440	206,078
Insurance	7,975	-	7,975	6,248
Maintenance and repairs	6,240	-	6,240	12,109
Waste disposal and cleaning	9,811	-	9,811	9,761
Other fundraising costs	16,631	-	16,631	20,388
Staff costs	350,088	89,123	439,211	407,354
Support costs	30,723	-	30,723	13,838
Shop goods for resale	22,253	-	22,253	16,285
Postage, stationery and telephone	2,942	-	2,942	2,689
Governance support costs	4,568	-	4,568	3,210
Investment management	401	-	401	9,856
	<u>632,072</u>	<u>89,123</u>	<u>721,195</u>	<u>707,816</u>

**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
LLYS NINI BRANCH - CARDIFF TO SWANSEA**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

9 Charitable activities

	2021 £	2020 £
Staff costs	375,834	425,161
Rent, rates, light and heat	25,091	21,352
Insurance	2,848	2,436
Maintenance and repairs	17,040	13,367
Waste disposal and cleaning	16,307	13,227
Telephone	2,701	3,033
Travel and subsistence	430	1,621
Shop goods for resale	13,824	14,555
Vet fees, medicine and welfare costs	73,789	64,052
Food and pet supplies	9,418	17,815
Postage, stationery, computer costs and advertising	8,702	12,043
Staff training	391	300
Staff uniforms	2,121	51
Miscellaneous costs	413	1,731
	<u>548,909</u>	<u>590,744</u>
Share of support costs (see note 10)	94,247	97,836
Share of governance costs (see note 10)	4,568	3,210
	<u>647,724</u>	<u>691,790</u>
Analysis by fund		
Unrestricted funds	615,261	
Restricted funds	32,463	
	<u>647,724</u>	

**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
LLYS NINI BRANCH - CARDIFF TO SWANSEA**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

10 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Depreciation	92,190	-	92,190	87,492	-	87,492
Bank and credit card charges	12,887	-	12,887	3,861	-	3,861
Professional charges	12,755	-	12,755	19,666	-	19,666
Contribution to HQ and region	7,138	-	7,138	551	-	551
Bad debts written off	-	-	-	104	-	104
Audit fees	-	4,875	4,875	-	4,150	4,150
Outreach work	-	1,991	1,991	-	-	-
Accountancy fees	-	2,270	2,270	-	2,270	2,270
	<u>124,970</u>	<u>9,136</u>	<u>134,106</u>	<u>111,674</u>	<u>6,420</u>	<u>118,094</u>
Analysed between						
Fundraising	30,723	4,568	35,291	13,838	3,210	17,048
Charitable activities	94,247	4,568	98,815	97,836	3,210	101,046
	<u>124,970</u>	<u>9,136</u>	<u>134,106</u>	<u>111,674</u>	<u>6,420</u>	<u>118,094</u>

11 Trustees

Expenses of £206 (2020: £nil) were reimbursed to trustees during the year. The above reimbursement was in relation to 1 (2020: 0) trustee, for reimbursement of charitable expenditure.

No trustee received remuneration during the current or prior year.

ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS, LLYS NINI BRANCH - CARDIFF TO SWANSEA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

12 Employees

Number of employees

The average monthly number of employees during the year was: 55 (2019: 63).

The average monthly number of full time equivalent employees during the year was:

	2021 Number	2020 Number
Management and administration	7	4
Animal care	21	22
Shops	21	18
	<u>49</u>	<u>44</u>

Employment costs

	2021 £	2020 £
Wages and salaries	754,114	760,732
Social security costs	43,130	43,955
Other pension costs	17,801	27,828
	<u>815,045</u>	<u>832,515</u>

Key management personnel

The key management personnel of the charity in 2021 and in 2020 are the Branch Executive, the Branch Finance Manager, the Centre Manager, the Area Shop Manager and the trustees. The total benefits of the key management personnel of the branch were £142,693 (2020: £135,457).

Redundancy and other payments

The charity made other staff payments of £3,030 (2020: redundancy payments of £10,062) during the year. No balances were outstanding at the year end (2020: £nil).

Employees earning > £60k

There were no employees whose annual remuneration was £60,000 or more.

13 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Revaluation of investments	<u>53,675</u>	<u>81,318</u>

**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

14 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Clinic equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 January 2021	2,116,116	932,218	4,125	26,985	3,079,444
Additions	-	20,574	-	12,819	33,393
Disposals	-	-	-	(13,990)	(13,990)
At 31 December 2021	2,116,116	952,792	4,125	25,814	3,098,847
Depreciation and impairment					
At 1 January 2021	887,990	656,668	4,125	22,556	1,571,339
Depreciation charged in the year	33,961	56,308	-	1,923	92,192
Eliminated in respect of disposals	-	-	-	(10,842)	(10,842)
At 31 December 2021	921,951	712,976	4,125	13,637	1,652,689
Carrying amount					
At 31 December 2021	1,194,165	239,816	-	12,177	1,446,158
At 31 December 2020	1,228,126	275,550	-	4,429	1,508,105

15 Fixed asset investments

	Listed investments	Cash in portfolio	Total
	£		£
Cost or valuation			
At 1 January 2021	1,510,535	4,343	1,514,878
Valuation changes	53,675	-	53,675
Cash movement	-	1,652	1,652
At 31 December 2021	1,564,210	5,995	1,570,205
Carrying amount			
At 31 December 2021	1,564,210	5,995	1,570,205
At 31 December 2020	1,510,535	4,343	1,514,878

16 Financial instruments

	2021	2020
	£	£
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	1,570,205	1,514,878

**ROYAL SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS,
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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

17 Stocks

	2021	2020
	£	£
Stock	13,652	14,362

18 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	6,894	2,494
Other debtors	238,799	119,550
Prepayments and accrued income	126,562	135,156
	<u>372,255</u>	<u>257,200</u>

19 Creditors: amounts falling due within one year

	Notes	2021	2020
		£	£
Other taxation and social security		19,791	21,875
Deferred income	20	9,000	18,000
Trade creditors		35,862	29,633
Other creditors		76,616	61,703
Accruals		22,108	26,466
		<u>163,377</u>	<u>157,677</u>

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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

20 Deferred income

	2021 £	2020 £
Arising from grants	9,000	18,000

Deferred income is included in the financial statements as follows:

	2021 £	2020 £
Balance brought forward	18,000	-
Income received	9,000	307,000
Income released	(18,000)	(289,000)
Balance carried forward	9,000	18,000

21 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £17,801 (2020: £27,828).

Amounts outstanding at the year end totalled £11,766 (2020: £7,186).

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

22 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2020	Movement in funds		Balance at 1 January 2021	Movement in funds		Balance at 31 December 2021
	£	Incoming resources	Resources expended	£	Incoming resources	Resources expended	£
Capital grant	420,746	-	(15,581)	405,165	-	(15,581)	389,584
Pets at Home	-	10,184	(10,184)	-	-	-	-
Ferret house build	1,000	-	(1,000)	-	-	-	-
Playground Shelter	-	-	-	-	13,276	(928)	12,348
Dwr Cymru	-	500	(20)	480	-	(400)	80
Department for Work and Pensions	456	-	(250)	206	-	(206)	-
Petplan	-	4,250	(170)	4,080	-	(20)	4,060
PET	-	-	-	-	800	(800)	-
National Lottery Awards for All	2,719	-	(760)	1,959	-	(760)	1,199
Kickstart	-	-	-	-	15,933	(15,933)	-
Coronavirus Job Retention Scheme	-	179,153	(179,153)	-	78,388	(78,388)	-
People's Postcode Lottery	4,611	-	(1,683)	2,928	-	(2,083)	845
RSPCA Cardiff & District Branch	4,000	-	-	4,000	-	-	4,000
Neutering grant	-	2,048	(2,048)	-	-	-	-
HSBC	9,949	-	(2,488)	7,461	-	(2,487)	4,974
Moondance Foundation	50,000	-	(2,000)	48,000	-	(2,000)	46,000
Millenium Stadium Charitable Trust	4,614	-	-	4,614	-	-	4,614
Ysgubor	-	-	-	-	20,000	-	20,000
National Lottery - Awards for All	10,000	-	(400)	9,600	-	(2,000)	7,600
	<u>508,095</u>	<u>196,135</u>	<u>(215,737)</u>	<u>488,493</u>	<u>128,397</u>	<u>(121,586)</u>	<u>495,304</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

22 Restricted funds	(Continued)
Capital grant	
A project to build a new animal centre at Llys Nini Farm, the Swansea Shop, upgrade to Centre and Centre Vet clinic. The grant is being released to unrestricted funds in line with the depreciation policy.	
Pets at Home	
This funding relates to vouchers provided by Pets At Home to purchase goods for the animals at the centre.	
Ferret house build	
Grants received to cover costs of the new build of the ferret house.	
Playground Shelter	
Funding provided by Mynydd yr Gwair to provide shelter and seating facilities for users of the playground and their parents.	
Dwr Cymru	
This was a community grant received for the purpose to use towards the cost of the effluent plant.	
Department for Work and Pensions	
For the purchase of specialist office equipment to meet certain staff needs. Income released to unrestricted reserves in line with depreciation policy.	
Petplan	
This grant was received to contribute to the cost of the effluent plant.	
PET	
Penllergaer Environmental Team assisting in the provision of equipment and facilities for the grounds people who work at Llys Nini site. Funding provided by the National Lottery. Use of a shed containing a vending machine for snacks and coffee, a compostable toilet and tables and chairs were funded.	
National Lottery Awards for All	
Grant received to assist the purchase of a coffee pod. Income released to unrestricted reserves when expended or if capitalised, in line with depreciation policy. Additional income was received this year to provide funding towards the safeguarding post.	

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

22	Restricted funds	(Continued)
Kickstart	Funding for training placements via the WVCA and the DWP for 16–25-year-olds to gain work experience to earn permanent work.	
Coronavirus Job Retention Scheme	This funding was to support wages costs during the Covid-19 pandemic.	
People's Postcode Lottery	Grant received to assist the purchase of stock fencing. Income released to unrestricted reserves when expended or if capitalised, in line with depreciation policy.	
RSPCA Cardiff & District Branch	Reserve transferred from RSPCA Cardiff and District branch to purchase animal welfare equipment for the Cardiff district.	
Neutering grant	Grant received to fund neutering program.	
HSBC	Grant received to assist the purchase of the Marquee. Grant release to unrestricted reserves in line with depreciation policy.	
Moondance Foundation	Grant received to assist the purchase of the effluent plant. Grant is to be released to unrestricted reserves in line with depreciation policy. The project has not yet started.	
Millennium Stadium Charitable Trust	This grant was received to assist with the costs of the "Environmental Work - Bird Boxes" project.	
Ysgubor	A major project to build a visitor Centre/Café/shop in the Llys Nini Grounds and funded by grants. Moondance funding of £20,000 received to date and a positive response from the Bailey Thomas, National Lottery and Welsh Government Communities Programme to fund the balance in 2022 once the plans are agreed.	
National Lottery - Awards for All	Grant received to assist the purchase of the effluent plant. Grant is to be released to unrestricted reserves in line with depreciation policy.	

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

23 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2020	Transfers	Balance at 1 January 2021	Transfers	Balance at 31 December 2021
	£	£	£	£	£
Shop rent	200,000	-	200,000	-	200,000
Cardiff rehoming facility	500,000	-	500,000	-	500,000
Fixed asset fund	1,035,619	(7,393)	1,028,226	(48,760)	979,466
Centre upgrade	-	-	-	100,000	100,000
Dog run	-	-	-	100,000	100,000
	<u>1,735,619</u>	<u>(7,393)</u>	<u>1,728,226</u>	<u>151,240</u>	<u>1,879,466</u>

Shop rent

Commitments on rental payments for the various charity shops leased by the charity. Funds will be released when required by the charity.

Cardiff rehoming facility

The Trustees have designated funds to invest in a re-homing Centre in Cardiff to increase the profile within that area.

Fixed asset fund

Relates to the net book value of the charity's unrestricted fixed assets. Movement relates to additions, disposals and depreciation in the year.

Centre upgrade

General upgrade to the animal accommodation as necessary.

Dog run

Transforming the current hard-core run into a covered run for all weather training, socialising and exercising the dogs.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

24 Analysis of net assets between funds	Unrestricted		Designated		Restricted		Total		Unrestricted		Designated		Restricted		Total	
	2021	£	2021	£	2021	£	2021	£	2020	£	2020	£	2020	£	2020	£
Fund balances at 31 December 2021 are represented by:																
Tangible assets	-		979,466		466,692		1,446,158		-		1,028,226		479,879		1,508,105	
Investments	1,570,205		-		-		1,570,205		1,514,878		-		-		1,514,878	
Current assets/(liabilities)	721,764		900,000		28,612		1,650,376		603,969		700,000		8,614		1,312,583	
	2,291,969		1,879,466		495,304		4,666,739		2,118,847		1,728,226		488,493		4,335,566	

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

25 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021	2020
	£	£
Within one year	92,279	123,475
Between two and five years	200,069	193,279
	<u>292,348</u>	<u>316,754</u>

Lessor

At the reporting end date the charity had contracted with tenants for the following minimum lease payments:

	2021	2020
	£	£
Within one year	76,000	76,000
Between two and five years	135,583	178,583
In over five years	407,000	440,000
	<u>618,583</u>	<u>694,583</u>

26 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).

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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

27 Cash generated from operations	2021 £	2020 £
Surplus for the year	331,173	659,282
Adjustments for:		
Investment income recognised in statement of financial activities	(4,119)	(7,711)
Gain on disposal of tangible fixed assets	(3,577)	-
Fair value gains and losses on investments	(53,675)	(81,318)
Depreciation and impairment of tangible fixed assets	92,190	87,492
Movements in working capital:		
Decrease in stocks	711	8,460
(Increase)/decrease in debtors	(115,055)	28,670
Increase/(decrease) in creditors	14,700	(12,519)
(Decrease)/increase in deferred income	(9,000)	18,000
Cash generated from operations	253,348	700,356
28 Analysis of changes in net funds		
The charity had no debt during the year.		

