



TRUSTEES' REPORT AND FINANCIAL STATEMENTS

31ST MARCH 2022



Registered Charity: 224505

A Company limited by guarantee registered no. 159673

The Launch of our 200 Anniversary Year

19th April 2021

(socially distanced due to the COVID pandemic)

With thanks to the Lord Mayor and Admiral of the Humber Councillor Lynne Petrini, Reverend Allen Bagshawe and SMS Towage for the fantastic water cannon display





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Sailors' Children's Society helps disadvantaged children of seafarers throughout the United Kingdom when they are hit by a traumatic event. Whilst we recognise we cannot give them their old life back, we strive to help them adjust to their new circumstances by giving financial, emotional and practical support.

PATRON

HRH The Princess Royal GCVO

PRESIDENT

The Right Hon. The Earl of Halifax, KStJ,JP,DL

VICE PRESIDENTS

Eileen Carling	Gill Atkinson	Mary Rose Barker MBE,DL	Stephen Larard MBE, JP, DL
Lady Hotham	Freddie Drabble	Captain Dick Garnons-Williams RN	William Waddington
John Marshall	Tony Hudson	Commander Geoffrey Noble RN	Martin Needler BEM
Pauline Procter	Scilla Smith DL	Richard B Vernon	Maureen Lipman CBE

BOARD OF TRUSTEES

Captain Christopher Towne—Chairman

Gregory Medici	Councillor Julie Abraham	Deborah Rosenberg	John Warburton
Mark Campey	Donna Blank	Michael Beckett FCA	Colonel David Fuller OBE MNM DL
Helen Cooper	Commodore Tim Hennessey RN DL (resigned 12.03.22)	William Hairsine (resigned 02.10.21)	

SECRETARY AND REGISTERED OFFICE

Deanne Thomas FCMA, Sailors' Children's Society, Francis Reckitt House, Newland, Cottingham Road, Hull, HU6 7RJ

Registered Charity number: 224505

Company Number: 159673

MANAGEMENT

Deanne Thomas FCMA: Chief Executive Officer

PRINCIPLE ADVISERS

Solicitors: Rollits Solicitors, Citadel House, High Street, Hull, HU1 1QE

Auditors: Streets Audit LLP, Halifax House, 30 George Street, Hull, HU1 3AJ

2021/22 YEAR AT A GLANCE



406 families with 824 children and young people supported during the year

64 new families
joined the Support
Scheme

Hello!

Goodbye!

189 families
moved
forwards with
their lives and
left our support

*During this year
many fishing families
left our support and
returned to fishing
following the impact
of COVID*

School Uniform
Grants £34,480



Winter and
General Clothing
Grants £29,005

**TOTAL CLOTHING
£63,485**

Covid19 response: £12,819 Home computers and
£107,077 Special emergency grants

TOTAL COVID19 £119,896

**Total grants to
families during
the year
£436,329**



Monthly Welfare
Grant to help provide
food and sports
activities £243,388

Holiday grants £9,560



The caravan respite breaks
recommenced in May 2021
as per COVID guidance
104 families had a break in
one of the Society nine
caravans during the shorter
season

Family Support Officers
resumed family home visits to
September 2021. 36 visits, 1315
texts and calls, 278 emails and
502 facebook messages/video
calls



Chairman's report

The Society was hoping to celebrate it's 200th Anniversary in style but unfortunately there were onerous restrictions on group gatherings due to Covid measures still being place. However, the Society was able to launch its celebrations on April 21st on the banks of the Humber Estuary with a display attended by the Lord Mayor & Admiral of the Humber, Cllr Lynne Petrini, and two SMS Towage Tugs using their powerful water jets to provide a memorable setting.

In the evening our President hosted a virtual celebration attended by over 90 supporters when a recorded speech by our Patron HRH The Princess Royal was delivered. The event concluded with a toast to the Society.

During the year as the Covid pandemic abated, the Society looked at ways of improving its support to its families. In this regard a working party consisting of staff, SSAFA and RNMDSF caseworkers, family representatives and Trustees have produced for the Society the Family Empowerment Scheme designed to give ongoing support to families.

The scheme was launched on March 7th at Trinity House, London in the presence of HRH The Princess Royal. This splendid event was attended by supporters and representatives from the full range of maritime charities.

The Society continues to be generously supported by its major funders RNRMC, Seafarer's Charity and Trinity House London.

During the year as the Covid restrictions eased the Society was able to hold a number of its fundraising events. The Golf Am-Am day in July was a great success raising in excess of £5,000. Our star event the Sportsman's Lunch in October attracted 670 attendees and we were able to welcome back Colin Jackson who was accompanied by Roger Black as main speaker and Jamie Baulch who assisted with the auction. The event raised a record £55,000. Our thanks to all participants and supporters for contributing to such an enjoyable event.

During the year in order to more closely follow Charity Commission's guidelines on Trustees, the Society introduced its protocol on the recruitment, retention and retirement of Trustees. Sadly this has meant the retirement of Tim Hennessey, my predecessor as Chairman who through his connections in the Royal Navy has ensured that the Society has improved its relations with the Senior Service. Also Will Hairsine who recently retired from the Royal Navy to take up new employment in Yorkshire. Our thanks to them both for the great contributions that they made. A Trustee skill set review highlighted that there were no Trustees with experience in the Royal Navy and as a result the Society is in the process recruiting a number of Trustees with Royal Navy connections and also some with welfare and child support knowledge. Some of the new Trustees will be based on the South Coast where they will be able to support and assist the two Family Support Officers.

The Society's staff under Deanne Thomas's inspired leadership continue to provide much needed support to the families often in difficult circumstances. My thanks to them for their unstinting work and professionalism. The Society's Trustees have given me welcome support and guidance during the year for which I am extremely grateful.

My best wishes and thanks to all the Society's supporters, funders and staff as we all look forward to a happy, healthy and safe twelve months.



Captain C W Towne

Chairman of Trustees

Chris served for 9 years on cargo ships sailing to the Far East, Africa and Australia.

On attaining his Master's Foreign Going certificate he joined the family Lifting and Testing business.

Recently now fully retired, he has been elected an Elder Brethren of Hull Trinity House.

He is very proud to be able to lead such a superb team of staff and trustees dedicated to deliver financial, emotional and practical support to those seafarer's families and children in need.

Chief Executive Officer's report

The year to 31st March 2022 was a combination of remaining emergency COVID support and a return to the type of application for support that we recognised historically. The total amount of charitable support therefore remained at a high level supporting 824 children throughout the United Kingdom from Royal Navy, Royal Marines, Merchant Navy and Fishing Fleet families.

The remaining emergency COVID support was predominantly to the Fishing Fleet families who following a restricted fishing season in 2021, struggled during the winter months to survive. Working with our partners The Fishermen's Mission, Shipwrecked Mariners Society and Seafarers Hospital Society, we ensured these families were accessing all relevant statutory benefits and then provided small grants to assist with food and heating for the children. This support ceased at the end of March 2022 when the fishing re-commenced for the new season.

Post lockdown, the Hull team returned to the office in August 2021 following a period of almost 18 months working from home. The Family Support Officers based in Portsmouth and Plymouth also returned to family home visiting in September 2021. However, the take-up of these visits was initially very low due to family ongoing concerns in relation to COVID infections. The team followed all relevant government guidance throughout the pandemic including additional precautions in the Society owned caravans providing holidays and respite breaks from May 2021 again.

As the Chairman noted, in March 2022 following extensive research and review work by a cross function working party, the Society launched the new scheme called Empowering Families. This extension to the existing support to families, looks to work more intensively with parents to understand their family values and expectations in order to assist them in creating a plan to move forwards. The family facing team have started a NLP Coaching Skills 2022 certificate which will provide additional skills to provide this new type of support.

Looking forwards, the next year will again see the Society continue to provide relevant and up to date support as families struggle with the increased cost of living ongoing.

All of this wouldn't be possible with the ongoing support from our funders and also the dedication and professionalism of the operational team.



Deanne Thomas
Chief Executive Officer

Deanne is a chartered accountant and joined the Society in 2006 as Head of Finance. She was promoted to Chief Executive Officer in 2008.

As a mum of two young adults, Deanne can understand the families feelings in times of need whilst sharing in the joy when children are happy and achieving in life.

The Trustees (who are also directors of the Charity for the purpose of the Companies Act) present their Annual Report together with the audited financial statements of Sailors' Children's Society (the Charity) for the year ended 31 March 2022. The Trustees confirm that the Annual Report and financial statements of the Charity comply with the current statutory requirements, the requirements of the Charity's governing document and the provision of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effected 1 January 2015 as amended).

Since the Charity qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

A. OBJECTIVES AND AIMS

The objective of Sailors' Children's Society is to give each disadvantaged child of a seafarer the opportunity to fulfil his/her potential via the provision of financial, emotional and practical support. In order to deliver these aims and objectives, the Society recognises the following values:

- **Safeguarding**—we believe that everyone has a right to live free from abuse, harm, exploitation and fear and to enjoy being safe and well. Safeguarding starts at board level and is embedded into all the Society activities. We achieve this by providing Trustees and staff with ongoing training promoting parental education with the provision of NSPCC leaflets, facebook postings and have a robust Safeguarding policy which is reviewed and updated regularly.
- **Non judgmental**—we believe that all our contacts both internal and external should be treated on an unbiased and fair basis. All staff undergo ongoing professional development and training in equality. The Society has an Equality policy in place which is reviewed and updated regularly.
- **Professionalism**—all Trustees, staff and volunteers act with professionalism and dignity at all times. Continued professional development and training is provided as appropriate.
- **Compassion**—as a children's charity we show compassion and empathy to the situations that the families we help are faced with. All team members talk to families on a daily basis and training is provided as appropriate. All team members receive regular supervision sessions which provides a safe environment for critical reflection, challenge and professional support.
- **Collaboration**—the Society strives to work with partners for the benefit of the families supported. We aim to increase collaboration in the future wherever possible in order to reduce costs and increase the level of support to the benefit of the families we help.

B. SIGNIFICANT ACTIVITIES

Assistance is provided to the children via the Support Scheme encompassing:

- **Financial assistance**—monthly welfare grants, clothing grants, special/emergency grants including COVID19 response.
- **Practical assistance**—caravan holidays, home computers, special attraction tickets, food parcels, slow cookers.
- **Emotional assistance**—structured face to face support, telephone and social media support.

The Board of Trustees confirm that in deciding what activities the Charity should pursue they have due regard to the guidance offered by the Charity Commission in relation to Public Benefit. All applications for help are compared to the entry criteria for the Support Scheme on an equal basis.

C. VOLUNTEERS

The Trustees are all volunteers and devote their time to attend Board meetings quarterly, as well as attending ad-hoc planning events and Board sub-groups meetings when required. Sailors Children's Society also recruits and trains a small number of volunteers to assist at fundraising events and administration tasks in the office.

D. EQUALITY, DIVERSITY AND INCLUSION

The Trustees of the Society have adopted an Equality, Diversity and Inclusion policy which encompasses a full review of current and future working procedures to ensure EDI is imbedded into all elements of Society operations. As part of this all Trustees and staff will undergo online training.

E. FUTURE PLANS

The Trustees of the Society recognise that the period post COVID19 pandemic will be a challenging time for many families. The launch of the new scheme Empowering Families will work much closer with families to provide relevant and timely support on an individual basis.

Following the implementation of the Trustee Recruitment and Retention policy, it is anticipated that a number of new Trustees will join the Board in August 2022, providing a refreshed view to strategy and operations ongoing. The Trustees seek to ensure that the assistance provided is relevant and efficient, providing maximum impact to those in need; and that the outcomes and impacts can be identified to external supporters.

The Society intends to continue close collaboration with other Maritime charities within the sector whilst also reaching out to new partners in order to deliver services efficiently.



FAMILY SUPPORT SCHEME

During the year, the Society supported 824 (862 in 2021) children and young people on the Support Scheme. This was a slight decrease on the previous year as fishing families started to return to work post COVID lockdown and therefore left our support. All families assisted met the strict entry criteria for support which ensures the Society prioritises the help for those in most need. Through a network of paid and volunteer caseworkers, families are signposted for support following a traumatic event such as bereavement, loss or diagnosis of a life changing illness. These events have a tremendous impact on the household income but also impact on the emotional wellbeing and practical day to day living for those involved. The support provided by the Society is therefore holistic encompassing regular small levels of financial support, strengthened by emotional and practical assistance.

FINANCIAL SUPPORT

Total grants awarded during the year £436,329 (£646,980 2021) split between:

Child Welfare Grants of £243,388 (£275,787 2021) were given, £14 per week to the eldest child and £6 per week to the younger siblings. Although these amounts are small, they can make all the difference for families to provide food and heating or to enable the children to still attend their music or sporting lessons. The cost increase year on year is a reflection of the age cohort and phasing of applications during the year, the actual grant levels have remained unchanged.

Holiday Travel Grants of £9,560 (£zero 2021) were given when the caravans were allowed to open again in May 2021 following the COVID closure. A lower than normal number of families took advantage of the respite breaks due to a shorter season combined with reduced confidence in travelling.

Clothing Grants of £63,485 (£69,313 2021) were paid twice during the year. A grant of £60 per child was paid in July/August to provide a new school uniform for children to return to school in September just the same as their peers. The positive impact of this versus returning in second hand clothes is immeasurable and ensures each child starts the new term in a positive way. An additional grant of £50 is also given to any child starting a new school to help pay for blazers etc as well as school shoes. The 2nd clothing grant is awarded during the winter months of £55 per child; this is to provide a warm winter coat, boots, scarf and gloves when the weather turns colder.

Emergency COVID Support of £119,896 (£301,880 2021) were paid during the year. The large reduction versus 2021 is a direct reflection of fishing families returning to work following COVID lockdown. Emergency COVID during the year included monthly grants to assist families with food and heating along with home computers for the children to use.



Overview of Activities: Year Ended 31st March 2022

200 SUPPORT SCHEME REVIEW

During the year, we celebrated 200 years of providing support to disadvantaged children of seafarers throughout the United Kingdom. From the beginning we offered financial, emotional and practical support to those in need from the base in Hull. The current Support Scheme was initially launched in the 1950s and has been continuously updated over the years to include new initiatives. The 200 anniversary provided an opportunity to review the support based on current needs post COVID. We formed a working party consisting of supported families (both new and old), volunteer caseworkers (from SSAFA and Fishermen's Mission), staff members and Trustees. The representatives on the working party covered all 3 services ie Royal Navy, Fishing Fleet and Merchant Navy whilst encompassing geographical areas from the Scottish Islands to Devon and Cornwall, Liverpool to Dover.

The group met virtually due to COVID restrictions several times during the year along with additional input from existing families being supported via a Survey Monkey questionnaire.

On 7th March 2022, the culmination of this work resulted in the launch of the new scheme "Empowering Families" in the presence of our Patron HRH The Princess Royal. Empowering Families works with families to understand future goals based on their own values with increased communication and support. This is in addition to the baseline support already in place.



CARAVAN HOLIDAYS

Following the closure of our caravan fleet in 2020 due to COVID; working with Haven and following additional cleaning and socially distanced measures being put in place we were able to re-open again on 22nd May 2021 as restrictions were eased. During the season we provided respite breaks to 105 families (2020: 0) and all caravans were fully operational albeit with reduced activities available on the Haven holiday sites.



200 BUSINESS CLUB FUNDS NEW CARAVANS

The 200 Business Club was launched by our Patron HRH The Princess Royal in 2017 with the aim of raising funds to provide new caravans for respite breaks for the families supported by the Society. During the year, the 200 Business Club funded the purchase of 2 new caravans in Weymouth and Perranporth. Our thanks go to the ongoing members from the local business community in Hull and nationwide.



EMOTIONAL SUPPORT

During 2021/22, the Society Family Support Officers continued to support families both by telephone and video call. In September 2021 following the easing of COVID restrictions, family face to face visits resumed in line with social distancing guidance.

As part of the 200 year anniversary, Family Support Officers organised an abseil of the Spinnaker Tower in Portsmouth to raise awareness of the work we do locally.



During lockdown, the Family Support Officers also organised a 200 Readathon, providing each child with a £5 WHSmith voucher and encouraging the children we support to read 200 books collectively.



FUNDRAISING

Fundraising income for the year totalled £819,831 (£879,415 2021), a slight reduction year on year as the need for emergency COVID support diminished following the return to more normally recognised living throughout the United Kingdom. Support from the major funders remained in place throughout the year as follows:



£239,000



£70,000



Trinity House

£65,935

Following the cancellations in 2020 due to COVID, the Society was pleased to host its 2 main fundraising events the Golf Am Am and the Sportsman's Lunch.

Golf Am Am

The Golf Am Am sponsored by Streets Chartered Accountants was well attended with 27 teams entering, the winners were Towergate Insurance, well done!



Sportsman's Lunch

We were delighted to be joined by our main speaker Roger Black and also both Colin Jackson and Jamie Baulch at the lunch with 670 guests this year. Our thanks to Williamsons Solicitors as main sponsor helping us raise over £55,000 on the day.



The Hymers National Citizens Service group held various fundraising events including a Quiz Night, a Bake Sale and a Sponsored Walk from Bransholme Centre to Hornsea! They raised over £600 for the Society.



INVESTMENTS

The Charity holds part of its cash resources in what the Trustees consider to be low risk liquid investments. All investments are managed by Smith & Williamson Investment Management LLP within a defined set of parameters based on attitude to risk. The results for the year ended 31st March 2022 show an increase of 2.9% (2021 15.5%) as the markets saw increased volatility during the year. The main portfolio split at the year end position can be seen as:

	31.03.2022	Benchmark
UK equity	18.5%	37.5%
Overseas equity	38.1%	30.0%
Fixed interest	16.7%	17.5%
Alternative investment	24.1%	5.0%
UK property	0.0%	5.0%
Cash	2.6%	5.0%

Sailors' Children's Society total investment portfolio is valued at £2,439,446 at 31st March 2022. The portfolio has a MSCI ESG rating of AA which is inline with the benchmark. It comprises of an overall quality score of 7.4 (all of out 10), an environmental score of 5.9, a social score of 5.5 and a governance score of 6.1. This is compared to the benchmark's of 8.2, 6.0, 5.2 and 5.6 respectively.

RESERVES POLICY AND FINANCIAL COMMITMENT

The Society had free reserves, defined as unrestricted reserves excluding unrestricted fixed assets totalling £2,211,457 at 31st March 2022. Restricted funds at this date totalled £161,046 and are held in the main against the purchase of caravans, then released in line with the depreciation charge. Operating restricted funds from donations and 190 PC Appeal are used against grants cost for the families in specific geographical areas and for home computers. 200 Business Club restricted funds are used against the depreciation of caravans purchased from this funding. Designated funds were identified by Trustees for defined initiatives following the receipt of legacy funds. It is the Society's policy to retain sufficient funds to continue the moral commitment the Society has made both to the families it currently assists on the Support Scheme and seafaring families in distress in the future. This requires sufficient reserves to be retained, in the form of investments, to produce a guaranteed income stream for the Society, which together with our ongoing fundraising ensures the payments under the Support Scheme can be paid for the next financial year. The Trustees confirm that the Society's current funds can meet the obligations of the Support Scheme for the following 12 months. For this reason they continue to adopt the going concern basis in preparing the financial statements.

CONSTITUTION

Sailors' Children's Society is governed by an Articles and Memorandum of Association.

METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES

Trustees are appointed for a period of 3 years based on the skillset required by the Charity. Trustees can be re-appointed for further terms by agreement at the Annual General Meeting.

POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES

Most Trustees are familiar with the practical work of the Charity through being involved with workshops, meetings and staff recruitment & selection activities. Trustees are also kept up to date with activities through regular updates at each Board Meeting and presentation of documents such as an annual Business Plan. New Trustees receive an induction covering their obligations as a member of the Board, the main documents which set out the operational framework of the Charity including the Memorandum and Articles of Association, funding structure of the Charity and future plans and objectives.

ORGANISATIONAL STRUCTURE AND DECISION MAKING

At present Sailors' Children's Society has 10 Trustees who are jointly responsible for the strategic direction of policy of the Charity. Trustees have equal voting rights, however in the situation of an equal split; the Chairman has an additional vote. On the Board, 4 Trustees are recognised as having designated responsibility for Fundraising, Finance, Welfare and Safeguarding respectively; this is in addition to a sub committee covering Finance & Investments.

The Charity has a flat structure with a Chief Executive Officer as the senior management role. The Chief Executive Officer has delegated responsibility for running the organisation and ensuring that the Charity delivers the services specified and that key performance indicators are met.

RELATED PARTY RELATIONSHIPS

The Charity owns 100% of the issued ordinary share capital of Newland Facilities Management Limited, company number 4675544. The subsidiary continues to be dormant.

PAY POLICY FOR SENIOR STAFF

Pay for senior staff is determined by the Trustees. Senior staff are subject to an annual pay review.

RISK REVIEW

The Trustees have conducted a review of the major risks to which the charity has been exposed and systems have been established to mitigate those risks. Internal risks are minimised by the implementation of procedures for the authorisation of all transactions and projects to ensure consistent quality of delivery for all operational aspects of the charity.

The Trustees (who are also directors of Sailors' Children's Society for the purposes of the Companies Act) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards 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 charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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 company's auditor is unaware; and
- That the Trustees have taken all steps that they ought to have taken to make themselves aware of any information needed by the charitable company's auditors in connection with preparing their report and to establish that the charitable company's auditors are aware of that information.

This report was approved by the Trustees on 11th July 2022

C. C. W. Towne

Captain C C W Towne
Chairman of Trustees

Sailors' Children's Society (a company limited by guarantee)

Independent Auditors Report to the members of Sailors' Children's Society

OPINION

We have audited the financial statements of Sailors' Children's Society (the 'charitable company') for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its 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 charitable company 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 charitable company'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 Trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' Report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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 charitable company has not kept sufficient accounting records; or
- the charitable company 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 (who are also the directors of the charitable company for the purposes of company law) 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL ACCOUNTS

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:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charitable company through discussions with trustees and other management, and from our commercial knowledge and experience of the charitable company and sector in which it operates;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company, including the Companies Act 2006, taxation legislation, data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence where appropriate; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates set out in the Accounting Policies were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators and the charitable company's legal advisors where appropriate.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

- 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. 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the charitable company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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 charitable company'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 charitable company'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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Robert Anderson FCA (Senior statutory auditor)

For and on behalf of

Streets Audit LLP

Chartered Accountants and Statutory Auditors

Halifax House

30 George Street

Hull

East Yorkshire

HU1 3AJ

Date: 11th July 2022

	Note	Un-restricted Funds £	Restricted Funds £	Designated Funds £	Total 2022 £	Total 2021 £
Income and endowments from:						
Donations and legacies	3	243,885	451,070	-	694,955	843,418
Activities for generating funds	4	124,876	-	-	124,876	35,997
Investments	5	42,847	-	-	42,847	77,215
Total		411,608	451,070	-	862,678	956,631
Expenditure on:						
Raising funds						
Fundraising and other costs	6	129,813	-	-	129,813	92,618
Investment management costs		17,265	-	-	17,265	15,678
Charitable activities						
Direct costs		174,133	467,727	46,228	688,088	866,257
Support costs		13,678	-	-	13,678	14,400
Governance costs						
Direct costs		4,200	-	-	4,200	3,926
Support costs		11,724	-	-	11,724	12,343
Total resources expended		350,813	467,727	46,228	864,768	1,005,221
Operating income/(expenditure)		60,796	(16,657)	(46,228)	(2,089)	(48,591)
Gain/(loss) revaluation of investment		85,590	-	-	85,590	334,424
Net income/(expenditure)		146,386	(16,657)	(46,228)	83,501	285,833
Other recognised gains/losses						
Gain on disposal of fixed assets		42,796	-	-	42,796	-
Net movement in funds		189,812	(16,657)	(46,228)	126,297	285,833
Reconciliation of funds						
Funds balances b/f at 1st April 2021		2,042,812	177,703	405,214	2,625,729	2,339,896
Fund balances c/f at 31st March 2022		2,231,994	161,046	358,986	2,752,026	2,625,729

	Note	Un-restricted Funds £	Restricted Funds £	Designated Funds £	Total 2021 £	Total 2020 £
Income and endowments from:						
Donations and legacies	3	223,855	619,563	-	843,418	519,230
Activities for generating funds	4	35,997	-	-	35,997	117,797
Investments	5	77,215	-	-	77,215	78,000
Total		337,068	619,563	-	956,631	715,026
Expenditure on:						
Raising funds	6					
Fundraising and other costs		92,618	-	-	92,618	127,805
Investment management costs		15,678	-	-	15,678	16,913
Charitable activities						
Direct costs		163,833	645,248	57,176	866,257	686,568
Support costs		14,400	-	-	14,400	19,429
Governance costs						
Direct costs		3,926	-	-	3,926	3,626
Support costs		12,343	-	-	12,343	16,652
Total resources expended		302,797	645,248	57,176	1,005,221	870,992
Operating income/(expenditure)		34,270	(25,685)	(57,176)	(48,591)	(155,965)
Transfer to designated funds						
Gain/(loss) revaluation of investment		334,424	-	-	334,424	(237,439)
Net income/(expenditure)		(368,694)	(25,685)	(57,176)	285,833	(393,404)
Other recognised gains/losses						
Gain on disposal of fixed assets		-	-	-	-	-
Net movement in funds		(368,694)	(25,685)	(57,176)	285,833	(393,404)
Reconciliation of funds						
Funds balances b/f at 1st April 2020		1,674,118	203,388	462,390	2,339,896	2,733,300
Fund balances c/f at 31st March 2021		2,042,812	177,703	405,214	2,625,729	2,339,896

		2022		2021	
	Note	£	£	£	£
Fixed assets					
Tangible assets	12		146,507		201,397
Investments	13		2,439,446		2,371,121
			2,585,953		2,572,518
Current assets					
Debtors	14	164,741		210,030	
Cash at bank and in hand		107,401		35,321	
		272,142		245,351	
Creditors: amounts falling due within one year					
Creditors	15	106,069		192,140	
Net current assets			166,072		53,210
Net assets			2,752,025		2,625,729
Funds of the charity					
Restricted funds	19		161,046		177,703
Unrestricted funds	20		2,231,994		2,042,812
Designated funds			358,986		405,214
			2,752,026		2,625,729

C. C. W. Towne

Captain C C W Towne —Chairman



Mr M Beckett—Trustee

Approved by the Board on 11th July 2022

The annexed notes form part of the financial statements

Registered Charity: 224505

A Company limited by guarantee registered no. 159673

	2022 £	2021 £	Note
Cash flows from operating activities:	125,728	(199,096)	Table A
Cashflows from investing activities:			
Dividends from investments	42,847	77,215	
Proceeds from the sale of property, plant & equipment	48,806	-	
Payments to acquire investments	-	-	
Purchase of property, plant and equipment	-	(40,562)	
Net cash provided by/(used in) investing activities	91,653	36,653	
Change in cash and cash equivalents in the reporting period	217,381	(162,442)	
Cash and cash equivalents at the start of the reporting period	(109,980)	52,462	Table B
Cash and cash equivalents at the end of the reporting period	107,401	(109,980)	

Table A: Reconciliation of net income/(expenditure) to net cash flow from operating activities

	2022 £	2021 £
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	126,297	285,833
Adjustments for:		
Depreciation charges	48,881	49,235
Profit on sale of fixed assets	(42,796)	-
(Gains)/losses on investments	(68,329)	(318,686)
Dividends, interest and rents from investments	(42,847)	(77,215)
Increase/(decrease) in debtors	45,289	(124,494)
Increase/(decrease) in creditors	59,233	(13,769)
Net cash provided by/(used in) operating activities	125,728	(199,096)

Table B: Analysis of net debt, cash and cash equivalents

	2022 £	2021 £
Cash in hand	107,401	35,321
Overdraft facility repayable on demand	-	(145,301)
Total cash and cash equivalents	107,401	(109,980)

1). Accounting Policies

a). General information and basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 (as updated), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice. The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £. The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

b). Funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements. Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost 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.

c) Income

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received. Cash donations and gifts are included in full in the financial statements as they are received. Significant non-cash donations are included in the financial statements at the Trustee's estimate of their market value when received. No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed. Investment income is earned through holding assets for investment purposes such as shares. It includes dividends and interest. Where it is not practicable to identify investment management costs incurred within a scheme with reasonable accuracy the investment income is reported net of these costs. It is included when the amount can be measured reliably. Interest income is recognised using the effective interest method and dividend income is recognised as the charity's right to receive payment is established.

d). Expenditure

This is accounted for on an accruals basis but when expenditure is incurred relating to more than one cost category, the expenditure is apportioned over all relevant headings. The basis of apportionment used reflects the time and resources expended under specific headings.

i). Relief to seafarers families

Relief to seafarers' families includes the total cost of financial support given to families on the support scheme register, clothing and special grants, the costs of nine static caravans, financial support to families to use the caravans as a holiday base and support costs for all the aforementioned facilities.

li). Administration

Administration includes the cost of essential central administration principally concerning the overall management of the Society's affairs, salary administration, insurance, money managements and office equipment depreciation.

e). Depreciation

Depreciation is calculated on the straight line basis to write down the cost of all fixed assets (see note 12) over their expected useful lives at 20%.

f). Operating leases

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

g). Grants and specific donations

Grants in respect of capital expenditure are credited to the statement of financial activities upon receipt. If the grant is unrestricted a designated fund representing the assets written down value is created. This fund is then reduced over the useful economic life of the asset in line with its depreciation. Grants of a revenue nature which are made to give immediate financial support or to reimburse costs previously incurred are credited to the statement of financial activities in the period in which they become receivable. Grants of a revenue nature which are made to finance general activities over a specific period or to compensate for a loss of current or future income are credited to the statement of financial activities when receivable.

h). Investment

The investment funds are included in the balance sheet at their mid-market value at the year end. The variances between market value and the original cost or annual revaluation of the investment funds are shown as unrealised investment gains or losses in other charitable funds. The differences between the original cost or annual valuation and the proceeds of investments disposed of are shown as a gain/(loss) in the statement of financial activities. The income generated by the investment funds is paid to the Society at an agreed annual percentage of the total funds. This is shown in the statement of financial activities as received. Excess income is re-invested within the fund and is transferred through the statement of financial activities to other charitable funds. Where there is insufficient income earned, a transfer of funds is made out of investments to cover the deficit.

i). Fixed assets

Expenditure of a capital nature is capitalised on all items and not in accordance to expended amount.

j). Pension costs

Contributions to provide pensions and related benefits are charged to the income and expenditure accounts as incurred.

k). Going concern

After making reasonable enquiries, the directors have a reasonable expectation that the charitable company has adequate resources to continue in operations existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

l). Preparation of group financial statements

The charity/charitable company has taken advantage of the option not to prepare consolidated financial statements contained in Section 398 of the Companies Act 2006 on the basis that the charity/charitable company and its subsidiary undertaking comprise a small group.

m). Recognition basis or creditors

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

o). Financial instruments

The charity 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.

2). Taxation

Sailors' Children's Society is a UK registered charity, number 224505. All the Society's income is applied to its charitable objects and the Society is, therefore, exempt under current legislation from most forms of taxation. Value Added Tax is not recoverable by the Society and is therefore charged to the statement of financial activities or balance sheet as incurred.

	Un-restricted £	Restricted £	2022 £	2021 £
3). Donations and legacies				
Seafarers UK	-	70,000	70,000	115,000
Trinity House	-	65,935	65,935	148,200
Royal Navy Royal Marines Charity	-	239,000	239,000	253,450
Armed Forces Covenant Fund	-	-	-	55,000
Merchant Navy Welfare Board	-	5,730	5,730	33,502
Fishermen's Mission	-	30,360	30,360	-
200 Business Club	-	25,585	25,585	17,913
Covenants, donations and trusts	40,516	14,460	54,976	69,286
Legacies	203,370	-	203,370	151,067
Total	243,885	451,070	694,955	843,418
2021	223,855	619,563		

	Un-restricted £	Restricted £	2022 £	2021 £
4). Charitable activities				
Fundraising:				
Special events	123,487	-	123,487	35,822
Continuous activities	1,389	-	1,389	175
Total	124,876	-	124,876	35,997
2021	35,997	-		
	Un-restricted £	Restricted £	2021 £	2020 £
5). Investments				
Absolute return income	42,847	-	42,847	77,215
Total	42,847	-	42,847	77,215
2021	77,215	-		

6). Total resources expended		Basis of allocation	Fundraising	Relief to Seafarers' Families	Governance	2022 £	2021 £
Costs directly allocated to activities							
Grant relief							
Monthly grants to families	Direct	-	-	243,388	-	243,388	275,787
Clothing grants	Direct	-	-	63,485	-	63,485	69,313
Christmas grants	Direct	-	-	-	-	-	-
Special grants	Direct	-	-	107,077	-	107,077	286,785
Home computers	Direct	-	-	12,819	-	12,819	15,095
Family holiday scheme							
Holiday grants	Direct	-	-	9,560	-	9,560	-
Caravan running costs	Direct	-	-	98,153	-	98,153	85,989
Salaries and redundancy	Direct		72,570	131,065	-	203,635	193,274
Administration and event costs	Direct		43,566	22,541	4,200	70,307	22,158
Sub total			116,136	688,088	4,200	808,423	948,401
Support costs allocated to activities							
Basis of allocation			35%	35%	30%		
General office and finance	Staff time		13,678	13,678	11,724	39,079	41,142
Total			13,678	13,678	11,724	39,079	41,142
Investment management fees						17,265	15,678
						864,768	1,005,221

7). Staff costs

The average number of persons employed by the Charity during the period was as follows:

	2022 Number	2021 Number
Fundraising	1.7	1.5
Relief for seafarers' families	3.8	3.8
Administration	0.3	0.3
Total	5.8	5.6
Actual average monthly number of staff	7.0	7.0

The aggregate payroll costs in respect of these employees were as follows:

	2022	2021
	£	£
Wages and salaries	204,454	194,063
Social security	13,650	13,271
Pension costs	10,217	9,957
Total	228,322	217,291

The number of employees paid over £60,000 during the year (salary plus taxable benefits excluding the employer pensions contributions and redundancy payments) was:

	2022	2021
Band £60,000 - £70,000	-	1
Band £70,000—£80,000	1	-

The aggregate for key management personnel salary and pension and employer NIC contributions was £83,426 (2021 £82,600).

The charity runs a defined contribution pension scheme for the benefit of its employees. Total pension costs for the year were £10,217 (2021: £9,957). Total contributions due to the scheme as at 31 March 2022 were £3,125 (2021: £3,191).

8). Trustees' remuneration

The Trustees were not entitled to and did not receive any remuneration or travel expenses from the charity during the year (2021: nil). Donations from Trustees during the year total £295 (2021: £370).

9). Operating lease rentals

	2022	2021
	£	£
Plant and equipment	5,969	5,969

10). Net incoming resources for the year

This is stated after charging:

	2022	2021
	£	£
Auditors' remuneration:		
Audit	3,500	3,500
Advice	-	-
Depreciation	48,881	49,236

11). Interest payable and similar charges

	2022	2021
	£	£
Bank overdraft	(562)	(889)

12). Tangible assets

	Caravans	Fixtures & Fittings	Total
	£	£	£
Cost (valuation)			
At 1st April 2021	368,742	53,038	421,780
Additions	-	-	-
Disposals	(36,783)	-	(36,783)
At 31st March 2022	331,959	53,038	384,997
Depreciation			
At 1st April 2021	194,521	25,862	220,383
Provided during the year	42,242	6,639	48,881
Disposals	(30,774)	-	(30,774)
At 31st March 2022	205,989	32,501	238,490
Net book value			
At 31st March 2021	174,221	27,176	201,397
At 31st March 2022	125,970	20,537	146,507

The net book value at 31st March 2022 represents fixed assets used for:

Direct charitable services

Family holiday scheme

125,967

Other purposes

Administration

20,540

The Society owns the freehold of St Nicholas Primary School and Stratten Hall, currently under a 99 year peppercorn rent lease to Hull City Council signed 10th October 2006. No balance is recognised in these accounts due to the length of the lease remaining.

13). Investments

	2022
	£
Market value at 1st April 2021	2,371,121
Additions	-
Disposals	-
Increase/(decrease) in value for the year	68,325
Market value at 31st March 2022	2,439,446

Sailors' Children's Society

Notes to the Financial Statements year ended 31st March 2022

All the investments are listed investments and can be split as follows:

	2022
	£
UK fixed interest	353,357
Alternative investments	587,094
Over seas index linked	57,342
UK equities	449,071
Other equities	929,066
Cash	63,516
Total	2,439,446

14). Debtors

	2022	2021
	£	£
<i>Amounts falling due within one year</i>		
Other debtors	3,231	6,691
Prepayments and accrued income	143,934	53,339
Legacies	17,575	150,000
Total debtors	164,741	210,030

15). Creditors

	2022	2021
	£	£
Bank overdraft	-	145,301
Trade creditors	89,690	30,469
Accruals and deferred income	8,234	8,335
Tax and social security	5,020	4,841
Other creditors	3,125	3,194
Total creditors	106,069	192,140

The bank overdraft is repayable on demand.

16). Operating lease commitments

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2022	2021
	£	£
Not later than 1 year	2,604	5,869
Later than 1 year and not later than 5 years	7,812	9,460

17). Charitable commitments

	2022 £	2021 £
Grants to families	426,769	537,341
Family holiday scheme	107,713	85,989

18). Capital commitments

	2022 £	2021 £
Contracted for but not provided in these accounts		
Outright purchases	78,700	-
Finance leases	-	-
Total	78,700	-

19). Restricted Funds

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

	Balance at 31st March 2021 £	Incoming resources £	Resources expended £	Balance at 31st March 2022 £
Seafarers UK	-	70,000	(70,000)	-
Trinity House London	-	65,935	(65,935)	-
Royal Navy Royal Marines Charity	-	239,000	(239,000)	-
Fishermen's Mission	-	30,360	(30,360)	-
Donations	-	14,460	14,460	-
Merchant Navy Welfare Board	-	5,730	(5,730)	-
Caravan Appeal & 200 Business Club	177,703	25,585	(42,242)	161,046
Total	177,703	451,070	(467,727)	161,046

	Balance at 31st March 2020 £	Incoming resources £	Resources expended £	Balance at 31st March 2021 £
Seafarers UK	-	115,000	(115,000)	-
Trinity House London	-	148,200	(148,200)	-
Royal Navy Royal Marines Charity	-	253,450	(253,450)	-
Armed Forces Covenant Fund	-	55,000	(55,000)	-
Donations	-	-	-	-
Merchant Navy Welfare Board	-	30,000	(30,000)	-
Caravan Appeal & 200 Business Club	203,388	17,913	(43,598)	177,703
Total	203,388	619,563	(645,248)	177,703

Restricted funds are held in the main against the purchase of caravans and released in line with depreciation charge. Operating restricted funds from donations and 190 PC Appeal are used against grants costs for the families in specific geographical areas and for home computers. The 200 Business Club was launched in November 2017 to raise funds to replace part of the existing fleet of caravans from when the Society celebrates its 200th anniversary in 2021. These funds are then released in line with the depreciation charge.

20). Unrestricted Funds

	Balance at 31st March 2021	Income £	Expenditure £	Transfer £	Balance at 31st March 2022
Accumulated fund: general	2,042,812	454,404	(265,223)	-	2,231,994
: designated	405,214	-	(46,228)	-	358,986
Total	2,448,026	337,068	(25,549)	-	2,590,980

	Balance at 31st March 2020	Income £	Expenditure £	Transfer £	Balance at 31st March 2021
Accumulated fund: general	1,674,118	337,068	31,627	-	2,042,812
: designated	462,390	-	(57,176)	-	405,214
Total	2,136,508	337,068	(25,549)	-	2,448,026

	Unrestricted funds £	Restricted funds £	Designated funds £	Total Funds £
Funds balances at 31st March 2022 are represented by:				
Tangible fixed assets	20,537	125,970	-	146,507
Investments	2,129,446	-	310,000	2,439,446
Current assets	110,380	112,776	48,986	272,142
Creditors due within one year	(28,369)	(77,700)	-	(106,069)
Total	2,231,994	161,046	358,986	2,752,026

	Unrestricted funds £	Restricted funds £	Designated funds £	Total Funds £
Funds balances at 31st March 2021 are represented by:				
Tangible fixed assets	85,829	115,568	-	201,397
Investments	2,061,121	-	310,000	2,371,121
Current assets	199,603	62,135	(16,387)	245,351
Creditors due within one year	(303,741)	-	111,601	(192,140)
Total	2,042,812	177,703	405,214	2,625,729

21). Called up share capital

There is no called up share capital as the Company is limited by Guarantee. In the event of the Company being wound up each Director has undertaken to contribute to the assets of the Society such amount as may be required to discharge its debts, the amount not to exceed £1 per Director.

22). Related party transactions

There are no related party transactions during the period (2021—£nil) in addition to the transactions with Trustees as disclosed in Note 8.

THANK YOU

The Trustees of Sailors' Children's Society would like to thank all those people and organisations who helped us during the last year. Although there are too many to mention, we would particularly like to thank:

Maritime Funding Organisations: Greenwich Hospital, Merchant Navy Welfare Board, RNRMC, The Seafarers' Charity and Trinity House London.

Volunteers: Caseworkers from the Fishermen's Mission, Royal British Legion and SSAFA who visit families on our behalf. Also the team of volunteers who help at our annual fundraising events.

Regional Trusts and individual supporters throughout the United Kingdom and finally to those people who have kindly remembered Sailors' Children's Society in leaving a legacy.



Registered Charity: 224505

A Company limited by guarantee
registered no. 159673

