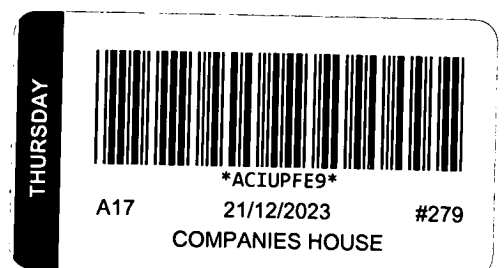


**Report of the Trustees and  
Group Financial Statements  
for the Year Ended 31 March 2023  
for  
BAROD PROJECT**

Xeinadin Audit Limited  
Chartered Accountants  
& Statutory Auditors  
Highdale House  
7 Centre Court  
Treforest Industrial Estate  
Pontypridd  
Rhondda Cynon Taff  
CF37 5YR



## **BAROD PROJECT**

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## **BAROD PROJECT**

### **Report of the Trustees for the Year Ended 31 March 2023**

The Trustees who are also Directors of the Charity for the purposes of the Companies Act 2006, present their report with the consolidated financial statements of the Charity and its subsidiaries for the year ended 31 March 2023 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act 2006 purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association 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 2015).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

Barod is a Third sector Organisation delivering a range of services to those who are vulnerable and marginalised as a result of their own or someone else's drug and/or alcohol use, to improve their physical, social and emotional wellbeing and to foster recovery. Additionally we aim to improve individuals', communities and societies understanding of substance use and raise awareness of the relationship between substance use, vulnerability and exclusion.

##### **Vision**

Barod aims to be recognised by its key stakeholders as the leading provider of innovative and quality services within the drug and alcohol sector.

Our vision is to bring about positive and sustained change for individuals and communities by supporting the aspirations and needs of those affected by their own or someone else's substance use and by offering opportunities aimed at minimising harm and maximising resilience.

##### **Values**

Barod values are agreed by the whole team including Board of Trustees, Staff, Volunteers and people who use our services. These values guide the way we behave and how we deliver services. Our values are:

- Adaptability
- Empathy
- Positive Attitude
- Integrity

We believe that individuals and their experiences are unique. Everything else flows from this, and so the services we deliver need to be person centred, flexible and wide-ranging to meet all the varying needs of people who use our services.. We believe all individuals are entitled to respect and dignity within a safe environment.

Welsh Government require all service providers to submit data to populate a suite of National Key Performance Indicators (NKPI). These are as follows:

##### **Key Performance Indicator 1**

Incidences of clients who do not attend (DNA) or respond to follow up post assessment.

National target is 20% or below, Barod services achieved an average of 1.8% (2022 : 4.6%)

##### **Key Performance Indicator 2**

Achieve a waiting time of less than 20 working days between referral and treatment.

National target is 80% or above, Barod services achieved an average of 87.2% (2022 : 90.1%)

##### **Key Performance Indicator 3**

Substance use is reduced or unchanged for problematic substances between start and most recent review/exit Treatment Outcomes Profile (TOP).

National target is 86.5% or above, Barod services achieved an average of 89.7% (2022 : 90.3%)

##### **Key Performance Indicator 4**

Quality of life is improved or unchanged between start and most recent review/exit TOP.

National target is 84.2% or above, Barod services achieved an average of 83.5% (2022 : 84.7%)

##### **Key Performance Indicator 5**

Percentage of cases closed (with a treatment date) as treatment completed.

National target is 76.9%, Barod services achieved an average 97.7% (2022 : 84.7%)

All services are measured on these NKPIs and additionally there may also be local performance measurements depending on the Area Planning Board.

## **BAROD PROJECT**

### **Report of the Trustees for the Year Ended 31 March 2023**

#### **OBJECTIVES AND ACTIVITIES**

##### **Significant activities**

Barod provide a range of services across a wide geographical area. Services are delivered in five of the seven Area Planning Boards in Wales. The nature and scope of the services will depend on the commissioning strategy of each Area Planning Board.

We have a range of Adult and Young People's services, some of these services are in Consortium or Alliances and others where we are the sole provider.

Services and interventions are as follows:

- Engagement services
- Brief interventions
- Assessment and care planning
- Evidence based psycho-social interventions
- Outreach
- Media campaigns
- Needle exchange
- Drop in
- Training and liaison
- Diversionary activities
- Recovery based intervention
- Structured counselling
- Advice and guidance and general support
- Family support and interventions

##### **Public benefit**

The Trustees have reviewed the Charity Commission's guidance on public benefit, and agreed that they meet the requirements set out therein. All our charitable activities focus on the prevention and treatment of substance use. Our services work with individuals, families and communities across South, South East and West Wales and our activities are undertaken to further our charitable purposes for the public benefit.

## **BAROD PROJECT**

### **Report of the Trustees for the Year Ended 31 March 2023**

#### **STRATEGIC REPORT**

##### **Achievement and performance**

###### **Charitable activities**

- The Charity continued to follow Welsh Government guidance in relation to the COVID-19
- The Charity subsequently returned to providing a full spectrum of services and the resumption of face-to-face services and other activities including school education, face-to-face group & activities and prevention work.
- The Charity celebrated its 50th Birthday in September 2022 and recognised the achievements and work undertaken by all, over the last 50 years
- We continued with adapting services and implementing new innovative approaches to service delivery
- We continued to see increased access of all our services - some of these via digital platforms, including our Webchat service
- We have continued with the range and diversity of our services across a larger geographical area.
- The Charity successfully implemented the new Integrated service for Bridgend from 1st April 2022.
- A number of the Charity's Needle Exchanges have been highlighted as being some of the busiest in Wales.
- The Charity continued to dispense naloxone kits to people who use our services, including introduction of the new online 'Click & Deliver' service. This programme has led to the saving of numerous lives.
- The Charity successfully implemented the new Integrated service for Cardiff and The Vale with Alliance Partners (Kaleidoscope and Recovery Cymru) from 1st August 2022, following a competitive tender process.
- The Gwent Drug and Alcohol Service (GDAS) has continued to operate successfully, where we participate as a consortium partner with Kaleidoscope and G4S. The new re-designed service was successfully implemented from 1st April 2022, following a re-commissioning exercise.
- The Dyfed Drug and Alcohol Service has continued to operate successfully, where we are the Lead provider with consortium partners Kaleidoscope and G4S.
- The integrated service for Adults and Children & Young People in Cwm Taf has operated successfully throughout the year.
- All other Adult and Children & Young People services have continued to operate successfully.
- The Charity's social enterprise, Tyfu Café continued to operate and resumed full service following Welsh Government restrictions on such venues.
- The Charity has continued its partnerships with local Food Banks and other National Retailers in certain areas and has been responsible for distributing food items/parcels to service users during the year.
- The Charity continued to be one of the agencies that the media in Wales approaches regarding any substance use issues.
- The Charity is committed to raising its profile, but also contribute to both local and national debate around substance use.
- The Charity continues to have a high profile presence on social media and has expanded this to other platforms as they have become available.

The Charity continued to be an active consortium member in delivering the Out of Work Programme with other Partners in Western Bay, Cardiff & Vale and Dyfed - following a competitive tendering process

- The Charity has continued its campaign of raising awareness of new and emerging issues across all areas.
- The Charity continued its accreditation as a Real Living Wage Employer
- The annual Recovery Walk was reintroduced on a larger scale following the removal of COVID-19 restrictions.

The Charity has continued to grow and extend its reach in the following areas:

- Play an active part in planning and influencing substance use service delivery across Wales.
- Develop and deliver services in line with the Welsh Recovery Framework, service user involvement and co- production principles.
- Ensure that we maintain and maximise a motivated, skilled and adaptive workforce.
- Develop and deliver services further, making the most of contemporary digital systems and platforms.
- Provide a healthy, safe and inclusive environment for all staff and people who use our services.
- Develop partnerships and strategic alliances with the third sector, health, social care, criminal justice and others.
- Keep up to date with, respond and adapt to trends in drug and alcohol and ensuring that our services are flexible and meet the needs of the community.
- Retain our service provision and actively seek out new opportunities to expand our reach.

We have achieved a number of these objectives and continue to grow and develop.

##### **Financial review**

###### **Principal funding sources**

Services are funded by and are dependent on a wide range of incoming resources including Local Health Boards, Unitary Authorities, Criminal Justice sources and from the Welsh Government.

###### **Investment policy and objectives**

The Management Committee has considered the most appropriate policy for investing funds is to keep surplus funds at a bank deposit account.

## **BAROD PROJECT**

### **Report of the Trustees for the Year Ended 31 March 2023**

#### **STRATEGIC REPORT**

##### **Financial review**

##### **Reserves policy**

The Management Committee have established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets ("the free reserves") held by the charity should be between three and six months of the resources expended. At this level, the management committee feel that they would be able to meet the obligations and requirements that would result should there be a significant loss in funding. It would obviously be necessary to consider how the funding would be replaced or activities changed. At the balance sheet date the free reserves amounted to £1,784,571. Efforts to increase reserves in line with policy will be made in future years.

##### **Future plans**

For the following financial year, our aims and objectives are:

- To continue in delivering all Adult and Young Persons services, including Consortium and Alliance partners
- To support partners in delivering the Dyfodol service in South Wales
- To continue to take opportunities to expand our services
- To support and grow our range of strategic partners
- To continue to invest in our infrastructure to support our Staff and people who use our services
- To continue to influence national strategy and policy
- To monitor Board Membership numbers and diversity of experience
- To prepare for re-commissioning of services in key operational areas, such as Gwent Young Persons, Western Bay etc.
- To continue with adapting services and implementing new innovative approaches to service delivery, when required
- To continue with the programme of Digital Transformation
- To continue with the provision of a full spectrum of services and the resumption of face-to-face services and other activities
- To be re-assessed for Investors in People accreditation and retain Gold status

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Charity is controlled by its governing document, Articles of Association and constitutes a Company, Limited by guarantee, as defined by the Companies Act 2006.

The organisation is a charitable company limited by guarantee, was incorporated on 25 September 1972 and registered as a charity on 14 December 1972. The charity was established under a Memorandum of Association which established the objectives and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up, the members of the company are required to contribute an amount not exceeding £1.

##### **Recruitment and appointment of new trustees**

The Directors of the Company are also the Trustees of the Charity as defined by charity law and under the company's Articles are known as members of the Management Committee. The existing Management Committee appoints new Trustees in general meetings.

The Management Committee seeks to ensure that the needs of the Charity are appropriately reflected through the diversity of the Trustee Body.

##### **Organisational structure**

The Board has overall responsibility for the governance of the Charity. It meets at least 6 times per year. The Board delegates authority to the Chief Executive Officer who leads the Senior Management Team in the day to day management of the Charity, working within the financial framework, procedures and policies set down by the Board. The Chief Executive Officer has delegated authority for human resource planning, employment, service development and finance.

The Senior Management Team consists of the following personnel:

- Chief Executive Officer (Caroline Phipps)
- Director of Corporate Services (Ian Hughes)
- Director of Operations (Huw Thomas)

## **BAROD PROJECT**

### **Report of the Trustees for the Year Ended 31 March 2023**

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Induction and training of new trustees**

Trustees are already familiar with the work and ethos of the charity through their broad backgrounds within the sector which the charity operates. New Trustees are invited and encouraged to attend training sessions to familiarise themselves with the charity and the context within which it operates. Training and information would include;

- the obligations of the Management Committee
- details of the main documents which set out the operational framework of the charity including the Memorandum and Articles of Association
- resourcing and the current financial position as set out in the latest audited financial statements
- future plans and objectives.

##### **Key management remuneration**

The Board considers the pay and remuneration of all staff each year at its budget setting meeting, at which time the Board will consider any inflationary uplifts, as appropriate within available funds.

##### **Risk management**

The systems and internal controls established by the Board are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. Trustees and senior staff carry out the risk assessment, including the writing and review of a risk register in order to confirm that the major risks, to which the Charity is exposed, have been reviewed and systems established to mitigate those risks. The Boards has identified the following key risk areas:

- Governance
- Operational
- Financial
- External
- Compliance with Laws & Regulations

We rely on a number of grants from a small number of sources, which are awarded on a fixed-term basis only and some may also be withdrawn with little notice. We aim to mitigate this risk by maximising income generating opportunities (eg. Training, conferences etc.); ensuring that the Charity has an adequate reserves policy in place, we consider options for diversification of income streams and creation of strategic alliances and partnerships where appropriate, together with exploring any suitable tendering opportunities that may arise. In such circumstances, we believe that the Charity has the resilience and ability to restructure and continue other services without impairment.

Attention has also been focused on non-financial risks, such as facilities for the provision of services. The Charity has a mix of facilities in the form of properties, which it owns outright and also leases on varying terms and durations. Loss of any of these facilities could be detrimental to our ability to deliver our services. To mitigate against this risk, we ensure that all facilities are adequately insured and secured, they are regularly maintained and when any of our leases approach their end date, we source funding to extend these for an adequate duration in line with the services provided from that facility and with the associated funding stream.

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Registered Company number**

01073381 (England and Wales)

##### **Registered Charity number**

265008

##### **Registered office**

73/74 Mansel Street  
Swansea  
SA1 5TR

##### **Trustees**

S D Scarf Retired (deceased 13.9.22)  
L M Hodgson Retired  
J W Brown Retired (resigned 14.9.23)  
S Reed Doctor  
C Strowbridge Solicitor (Non-Practising)  
L Clark Chartered Auditor  
P Marchant Criminal Justice (resigned 4.2.23)  
L Dacey (appointed 4.9.23)

##### **Company Secretary**

L M Hodgson

## BAROD PROJECT

### Report of the Trustees for the Year Ended 31 March 2023

#### REFERENCE AND ADMINISTRATIVE DETAILS

##### Auditors

Xeinadin Audit Limited  
Chartered Accountants  
& Statutory Auditors  
Highdale House  
7 Centre Court  
Treforest Industrial Estate  
Pontypridd  
Rhondda Cynon Taff  
CF37 5YR

##### Bankers

Natwest  
Caerphilly Branch  
19 Cardiff Road  
Caerphilly  
CF83 1WF

#### STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Barod Project for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

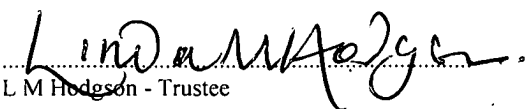
#### AUDITORS

The auditors, Xeinadin Audit Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on

11/12/2023

and signed on the board's behalf by:

  
L M Hodgson - Trustee



## **Report of the Independent Auditors to the Members of Barod Project**

### **Opinion**

We have audited the financial statements of Barod Project (the 'charitable company') for the year ended 31 March 2023 which comprise the Group Statement of Financial Activities, the Group Balance Sheet, the Group Cash Flow Statement and 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 (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable group and parent company's affairs as at 31 March 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **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 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 group and parent company financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the group 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 group or parent 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 Group Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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 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.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group Report of the Trustees has been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable group and parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

## **Report of the Independent Auditors to the Members of Barod Project**

### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, 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 group and parent 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.

### **Our responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the group financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

#### **Identifying and assessing potential risks related to irregularities**

In identifying and assessing risks of material misstatement in respect of irregularities including fraud and non-compliance with laws and regulations we have considered the following:

- (a) The nature of the industry and sector, control environment and business performance;
- (b) Results of the enquiries of management about their own identification and assessment of the risks of irregularities;
- (c) Any matters we have identified having obtained and reviewed the charity's documentation of their policies and procedures relating to:
  - (i) identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
  - (ii) detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
  - (iii) the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
  - (iv) the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following areas:

- (a) Timing of recognition of income
- (b) Foreign currency translation.
- (c) Value of stocks

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included UK Companies Act, , employment law, health and safety, pensions legislation and tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

#### **Audit response to risks identified**

Our procedures to respond to risks identified included the following:

- (a) Reviewing the group financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the group financial statements;
- (b) Enquiring of management concerning actual and potential litigation and claims;
- (c) Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud; and
- (d) In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

## **Report of the Independent Auditors to the Members of Barod Project**

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

### **Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

*G. Francis*

Gareth Francis FCCA (Senior Statutory Auditor)  
for and on behalf of Xeinadin Audit Limited  
Chartered Accountants  
& Statutory Auditors  
Highdale House  
7 Centre Court  
Treforest Industrial Estate  
Pontypridd  
Rhondda Cynon Taff  
CF37 5YR

Date: *21 December 2023*

# BAROD PROJECT

## Consolidated Statement of Financial Activities (incorporating an Income and Expenditure account) for the Year Ended 31 March 2023

	Notes	Unrestricted funds £	Restricted funds £	31.3.23 Total funds £	31.3.22 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	2,777	-	2,777	978
<b>Charitable activities</b>	5				
Drug and Alcohol Services		7,101,962	-	7,101,962	5,882,083
Out of Work Programme		-	-	-	410,041
Other Services		371,389	208,851	580,240	368,566
Drink Wise Age Well Programme		-	-	-	30,342
Funding in relation to Covid 19		-	-	-	4,500
Coronavirus Job Retention Scheme		-	-	-	5,146
Other trading activities	3	29,995	-	29,995	14,175
Investment income	4	4,300	-	4,300	248
Other income	6	649,000	-	649,000	187,094
<b>Total</b>		<u>8,159,423</u>	<u>208,851</u>	<u>8,368,274</u>	<u>6,903,173</u>
<b>EXPENDITURE ON</b>					
Raising funds	7	70,573	-	70,573	35,530
<b>Charitable activities</b>	8				
Support and casework		7,962,509	222,366	8,184,875	6,742,382
Training		49,725	-	49,725	36,732
<b>Total</b>		<u>8,082,807</u>	<u>222,366</u>	<u>8,305,173</u>	<u>6,814,644</u>
<b>NET INCOME/(EXPENDITURE)</b>		76,616	(13,515)	63,101	88,529
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		1,707,955	855,502	2,563,457	2,474,928
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>1,784,571</u>	<u>841,987</u>	<u>2,626,558</u>	<u>2,563,457</u>

The notes form part of these financial statements

# BAROD PROJECT

## Consolidated Balance Sheet 31 March 2023

	Notes	Unrestricted funds £	Restricted funds £	31.3.23 Total funds £	31.3.22 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	15	101,319	1,365,888	1,467,207	1,550,030
<b>CURRENT ASSETS</b>					
Stocks	16	1,060	-	1,060	1,286
Debtors	17	1,723,366	-	1,723,366	1,377,282
Cash at bank and in hand		<u>1,217,937</u>	<u>-</u>	<u>1,217,937</u>	<u>1,335,942</u>
		2,942,363	-	2,942,363	2,714,510
<b>CREDITORS</b>					
Amounts falling due within one year	18	(1,259,111)	(216,200)	(1,475,311)	(1,300,300)
<b>NET CURRENT ASSETS</b>		<u>1,683,252</u>	<u>(216,200)</u>	<u>1,467,052</u>	<u>1,414,210</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		1,784,571	1,149,688	2,934,259	2,964,240
<b>CREDITORS</b>					
Amounts falling due after more than one year	19	-	(307,701)	(307,701)	(400,783)
<b>NET ASSETS</b>		<u>1,784,571</u>	<u>841,987</u>	<u>2,626,558</u>	<u>2,563,457</u>
<b>FUNDS</b>	21				
Unrestricted funds				1,784,571	1,707,955
Restricted funds				<u>841,987</u>	<u>855,502</u>
<b>TOTAL FUNDS</b>				<u>2,626,558</u>	<u>2,563,457</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 11/12/2023 and were signed on its behalf by:



L. Clark - Trustee

# BAROD PROJECT

## Company Balance Sheet 31 March 2023

	Notes	Unrestricted funds £	Restricted fund £	31.3.23 Total funds £	31.3.22 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	13	100,311	1,065,888	1,166,199	1,250,031
<b>CURRENT ASSETS</b>					
Debtors	14	1,753,320	-	1,753,320	1,426,361
Cash at bank and in hand		<u>1,188,855</u>	<u>-</u>	<u>1,188,855</u>	<u>1,286,866</u>
		2,942,175	-	2,942,175	2,713,227
<b>CREDITORS</b>					
Amounts falling due within one year	15	(1,464,499)	(216,201)	(1,680,700)	(1,506,668)
<b>NET CURRENT ASSETS</b>		<u>1,477,676</u>	<u>(216,201)</u>	<u>1,261,475</u>	<u>1,206,559</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		1,577,987	849,687	2,427,674	2,456,590
<b>CREDITORS</b>					
Amounts falling due after more than one year	16	-	(307,701)	(307,701)	(400,783)
<b>NET ASSETS</b>		<u>1,577,987</u>	<u>541,986</u>	<u>2,119,973</u>	<u>2,055,807</u>
<b>FUNDS</b>	18				
Unrestricted funds				1,577,987	1,500,306
Restricted funds				<u>541,986</u>	<u>555,501</u>
<b>TOTAL FUNDS</b>				<u>2,119,973</u>	<u>2,055,807</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 11/12/2023 and were signed on its behalf by:



.....  
L Clark - Trustee

## BAROD PROJECT

### Consolidated Cash Flow Statement for the Year Ended 31 March 2023

	Notes	31.3.23 £	31.3.22 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	<u>35,378</u>	<u>(156,462)</u>
Net cash provided by/(used in) operating activities		<u>35,378</u>	<u>(156,462)</u>
 <b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(158,683)	(514,253)
Sale of tangible fixed assets		1,000	-
Interest received		<u>4,300</u>	<u>248</u>
Net cash used in investing activities		<u>(153,383)</u>	<u>(514,005)</u>
 <b>Change in cash and cash equivalents in the reporting period</b>		 (118,005)	 (670,467)
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>1,335,942</u>	<u>2,006,409</u>
 <b>Cash and cash equivalents at the end of the reporting period</b>		 <u><u>1,217,937</u></u>	 <u><u>1,335,942</u></u>

The notes form part of these financial statements

## BAROD PROJECT

### Notes to the Consolidated Cash Flow Statement for the Year Ended 31 March 2023

#### 1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.3.23 £	31.3.22 £
<b>Net income for the reporting period (as per the Statement of Financial Activities)</b>	63,101	88,529
<b>Adjustments for:</b>		
Depreciation charges	241,502	247,751
Profit on disposal of fixed assets	(997)	-
Interest received	(4,300)	(248)
Decrease/(increase) in stocks	226	(270)
Increase in debtors	(346,083)	(436,383)
Increase/(decrease) in creditors	<u>81,929</u>	<u>(55,841)</u>
<b>Net cash provided by/(used in) operations</b>	<u><u>35,378</u></u>	<u><u>(156,462)</u></u>

#### 2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.22 £	Cash flow £	At 31.3.23 £
<b>Net cash</b>			
Cash at bank and in hand	<u>1,335,942</u>	<u>(118,005)</u>	<u>1,217,937</u>
	<u>1,335,942</u>	<u>(118,005)</u>	<u>1,217,937</u>
<b>Total</b>	<u><u>1,335,942</u></u>	<u><u>(118,005)</u></u>	<u><u>1,217,937</u></u>

The notes form part of these financial statements



## BAROD PROJECT

### Notes to the Consolidated Financial Statements for the Year Ended 31 March 2023

#### 1. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The Group's functional and presentational currency is the pound sterling (£), and balances are rounded to the nearest £1.

##### **Basis of consolidation and comparatives**

The financial statements consolidate the results of the charity and its wholly owned subsidiaries on a line by line basis. No separate Statement of Financial Activities (SOFA) has been prepared for the Charitable Company as permitted by Section 408 of the Companies Act 2006.

##### **Income**

All income is recognised in the Statement of Financial Activities once the Group has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably. It is derived from the activities outlined below.

Donations without conditions are accounted for on a cash received basis. In the event a donation is subject to conditions that require a level of performance before the Group is entitled to the funds, the income is deferred and not recognised in full either until those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Grant income is accounted for on an accruals basis and is shown in the financial statements when the Group earns the unconditional right to the funds. Grants received for a specific purpose are treated as restricted funds. Revenue grants are credited directly to the Statement of Financial Activities, once the Group has unconditional rights, and capital grants are realised over the life of the asset in line with depreciation policy. Deferred income consists of grants which they the Group do not have the unconditional rights.

Other trading activities consist of income from training courses is recognised when the training has been provided. Income received in advance of a training course is deferred until the criteria for income recognition are met.

Investment income is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the bank.

Other income consist of monies/assets received from subsidiary entities, excluded from consolidation. This is recognised when the risks and rewards have been transferred.

##### **Donated services, assets and facilities**

Donated professional services, donated assets and donated facilities are recognised as income when the group has control over the item, and conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charitable company of the item is probable and that economic benefit can be measured reliably.

On receipt, donated professional services, donated assets and donated facilities are recognised on the basis of the value of the gift to the group which is the amount the group would have been willing to pay to obtain services and donated facilities a corresponding amount is then recognised in expenditure in the period of receipt. Donated assets are depreciated over the life of the asset.

##### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Group to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

##### **Employee benefits**

Short term benefits including holiday pay are recognised as an expense in the period in which the service is received.

## BAROD PROJECT

### Notes to the Consolidated Financial Statements - continued for the Year Ended 31 March 2023

#### 1. ACCOUNTING POLICIES - continued

##### Allocation and apportionment of costs

Support costs are those functions that assist the work of the Group but do not directly undertake charitable activities. Support costs have been allocated between governance and other support costs. Governance costs comprise all costs involving the public accountability of the Group and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees with an apportionment of overhead and support costs.

##### Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Short leasehold	- the period of the lease
Fixtures and fittings	- 25% on cost and 15% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 33% on cost and 25% on cost

##### Debtors

Amounts recoverable on contracts are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

##### Cash at bank and in hand

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

##### Creditors and provisions

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

##### Financial instruments

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

##### Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

##### Taxation

The charity is exempt from corporation tax on its charitable activities.

##### Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the Group. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Designated funds are unrestricted funds of the Group which the trustees have decided at their discretion to set aside to use for a specific purpose.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

##### Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

##### Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

##### Critical accounting estimates and judgements

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next year are detailed below:

# BAROD PROJECT

## Notes to the Consolidated Financial Statements - continued for the Year Ended 31 March 2023

### 1. ACCOUNTING POLICIES - continued

#### Critical accounting estimates and judgements

(i) The annual depreciation charge for tangible fixed assets is sensitive to changes in the estimates useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimate, based on the current estimate and the physical condition of the assets.

### 2. DONATIONS AND LEGACIES

	31.3.23	31.3.22
	£	£
Donations	<u>2,777</u>	<u>978</u>

### 3. OTHER TRADING ACTIVITIES

	31.3.23	31.3.22
	£	£
Shop income	27,207	13,950
Training income	<u>2,788</u>	<u>225</u>
	<u>29,995</u>	<u>14,175</u>

### 4. INVESTMENT INCOME

	31.3.23	31.3.22
	£	£
Deposit account interest	<u>4,300</u>	<u>248</u>

### 5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	31.3.23	31.3.22
		£	£
Grants	Drug and Alcohol Services	7,101,962	5,882,083
Grants	Out of Work Programme	-	410,041
Grants	Other Services	580,240	368,566
Grants	Drink Wise Age Well Programme	-	30,342
Grants	Funding in relation to Covid 19	-	4,500
Grants	Coronavirus Job Retention Scheme	-	5,146
		<u>7,682,202</u>	<u>6,700,678</u>

Grants received, included in the above are as follows:-

	31.3.23	31.3.22
	£	£
Local Health Boards	97,500	-
Welsh government - Area Planning Boards	7,101,962	5,882,083
Welsh government - ESF	272,389	410,041
Big Lottery	-	30,342
Other	1,500	4,500
Covid funding	-	5,146
Welsh Government	-	-
Social Care Recognition	-	154,360
Release of Capital Grants	<u>208,851</u>	<u>214,206</u>
	<u>7,682,202</u>	<u>6,700,678</u>

# BAROD PROJECT

## Notes to the Consolidated Financial Statements - continued for the Year Ended 31 March 2023

### 6. OTHER INCOME

	31.3.23	31.3.22
	£	£
Miscellaneous income	<u>649,000</u>	<u>187,094</u>

### 7. RAISING FUNDS

#### Other trading activities

	31.3.23	31.3.22
	£	£
Purchases	9,672	4,341
Staff costs	37,712	24,210
Motor expenses	713	335
Repairs & maintenance	1,811	751
Light and heat	4,294	2,540
Cleaning	532	513
Stationery & telephone	622	540
Insurance	928	868
Advertising	500	-
Other legal and professional	3,130	1,381
Sundries	854	49
Bad debts	9,631	-
Depreciation	<u>174</u>	<u>2</u>
	<u>70,573</u>	<u>35,530</u>

# BAROD PROJECT

## Notes to the Consolidated Financial Statements - continued for the Year Ended 31 March 2023

### 8. CHARITABLE ACTIVITIES COSTS

	Support & Casework	Training costs	Total 31.03.2023	Total 31.03.2022
<b>Direct costs</b>	£	£	£	£
Salaries, NI, pension	5,412,716	13,652	5,426,368	4,707,203
Partner charge salaries and expenses	589,682	-	589,682	561,385
Supervision and sessional work	127,510	-	127,510	69,232
Motor and mileage expenses	182,438	2,166	184,604	120,318
Advertising, printing & reproduction	46,398	-	46,398	43,563
Needle exchange supplies and disposal	204,492	-	204,492	80,229
Client costs, diversionary activity	184,101	-	184,101	102,561
	<u>6,747,338</u>	<u>15,818</u>	<u>6,763,156</u>	<u>5,684,491</u>
<b>Allocated support costs</b>				
Salaries, NI, pension	72,316	-	72,316	72,316
Training expenses	55,512	5,855	61,367	34,188
Recruitment costs	20,173	-	20,173	8,301
Rent and rates	74,366	2,676	77,042	110,785
Insurance	45,369	2,388	47,757	55,573
Healthcare	13,850	-	13,850	13,205
Heating and lighting	154,558	8,135	162,693	65,034
Repairs and cleaning	311,578	-	311,578	62,534
IT Software, consumables, maintenance	92,339	4,860	97,199	92,680
Telephone and communication	142,190	8,581	150,771	151,812
Stationery	6,487	343	6,830	7,097
Postage	7,889	438	8,327	9,352
Equipment leasing	9,037	476	9,513	12,568
Subscriptions and publications	9,398	-	9,398	9,182
Legal & professional fees	51,168	-	51,168	51,726
Consultancy fees	26,440	-	26,440	9,250
Sundry office costs	60,918	155	61,073	47,094
Depreciation including lease amortisation	241,329	-	241,329	247,749
Profit on disposal of motor vehicle	(997)	-	(997)	-
Bad debts	7,379	-	7,379	-
Governance costs	36,239	-	36,239	34,177
	<u>1,437,539</u>	<u>33,907</u>	<u>1,471,446</u>	<u>1,094,623</u>
	<u>8,184,875</u>	<u>49,725</u>	<u>8,234,600</u>	<u>6,779,114</u>

## BAROD PROJECT

### Notes to the Consolidated Financial Statements - continued for the Year Ended 31 March 2023

#### 9. SUPPORT COSTS

Support costs includes the following governance costs:

	31.3.2023	31.3.2022
	£	£
Salaries, NI, pension	18,079	18,079
Telephone and communication	858	763
Stationery and postage	472	528
Advertising, printing and reproduction	2,129	2,115
Legal & professional fees	2,741	2,722
Bank charges	2,919	2,170
Auditors remuneration	<u>9,040</u>	<u>7,800</u>
	<u><u>36,239</u></u>	<u><u>34,177</u></u>

#### 10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.3.23	31.3.22
	£	£
Auditors' remuneration	9,040	7,800
Depreciation - owned assets	241,503	247,749
Other operating leases	12,189	15,337
Surplus on disposal of fixed assets	<u>(997)</u>	<u>-</u>

#### 11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

##### Trustees' expenses

During the year none of the trustees received reimbursement for travel expenses (2022: none).

#### 12. STAFF COSTS

	31.3.23	31.3.22
	£	£
Wages and salaries	4,938,886	4,271,826
Social security costs	437,510	369,175
Other pension costs	<u>173,851</u>	<u>175,933</u>
	<u><u>5,550,247</u></u>	<u><u>4,816,934</u></u>

##### Key management personnel

Key management personnel are considered to be those personnel who are not trustees but sit within key operational and strategic roles for the Charitable Company.

The total employment benefits of the key management personnel were £192,400 (2022: £181,972) which consisted of gross pay, employers' national insurance and employers' pension costs.

The average monthly number of employees during the year was as follows:

	31.3.23	31.3.22
Charitable activities	174	151
Management and administration	<u>29</u>	<u>26</u>
	<u><u>203</u></u>	<u><u>177</u></u>

# BAROD PROJECT

## Notes to the Consolidated Financial Statements - continued for the Year Ended 31 March 2023

### 12. STAFF COSTS - continued

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	31.3.23	31.3.22
£60,001 - £70,000	1	1
£70,001 - £80,000	<u>1</u>	<u>1</u>
	<u>2</u>	<u>2</u>

### 13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	978	-	978
<b>Charitable activities</b>			
Drug and Alcohol Services	5,882,083	-	5,882,083
Out of Work Programme	410,041	-	410,041
Other Services	154,360	214,206	368,566
Drink Wise Age Well Programme	30,342	-	30,342
Funding in relation to Covid 19	4,500	-	4,500
Coronavirus Job Retention Scheme	5,146	-	5,146
Other trading activities	14,175	-	14,175
Investment income	248	-	248
Other income	<u>146,360</u>	<u>40,734</u>	<u>187,094</u>
<b>Total</b>	<u>6,648,233</u>	<u>254,940</u>	<u>6,903,173</u>
<b>EXPENDITURE ON</b>			
Raising funds	35,530	-	35,530
<b>Charitable activities</b>			
Support and casework	6,474,106	268,276	6,742,382
Training	<u>36,732</u>	<u>-</u>	<u>36,732</u>
<b>Total</b>	<u>6,546,368</u>	<u>268,276</u>	<u>6,814,644</u>
<b>NET INCOME/(EXPENDITURE)</b>	101,865	(13,336)	88,529
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	<u>1,606,090</u>	<u>868,838</u>	<u>2,474,928</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>1,707,955</u>	<u>855,502</u>	<u>2,563,457</u>

## BAROD PROJECT

### Notes to the Consolidated Financial Statements - continued for the Year Ended 31 March 2023

#### 14. CHARITABLE COMPANY RESULTS

The Charitable Company has taken advantage of Section 408 of the Companies Act 2006 and has not included its own income and expenditure in these financial statements. The results of Barod (the Charitable Company) are:

	Total 2023 £	Total 2022 £
Total incoming resources	8,339,228	6,884,623
Total resources expended	<u>(8,275,062)</u>	<u>(6,795,097)</u>
Net	64,166	89,526
Funds:		
At 1 April 2022	<u>2,055,807</u>	<u>1,966,281</u>
At 31 March 2023	<u>2,119,973</u>	<u>2,055,807</u>

#### 15. TANGIBLE FIXED ASSETS

	Freehold property £	Short leasehold £	Improvements to property £
<b>COST</b>			
At 1 April 2022	1,068,805	793,035	114,580
Additions	-	157,500	-
Disposals	<u>-</u>	<u>(178,782)</u>	<u>-</u>
At 31 March 2023	<u>1,068,805</u>	<u>771,753</u>	<u>114,580</u>
<b>DEPRECIATION</b>			
At 1 April 2022	144,450	217,782	82,242
Charge for year	15,376	208,850	2,292
Eliminated on disposal	<u>(178,782)</u>	<u>-</u>	<u>-</u>
At 31 March 2023	<u>(18,956)</u>	<u>426,632</u>	<u>84,534</u>
<b>NET BOOK VALUE</b>			
At 31 March 2023	<u>1,087,761</u>	<u>345,121</u>	<u>30,046</u>
At 31 March 2022	<u>924,355</u>	<u>575,253</u>	<u>32,338</u>



# BAROD PROJECT

## Notes to the Consolidated Financial Statements - continued for the Year Ended 31 March 2023

### 15. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>				
At 1 April 2022	326,730	231,758	386,435	2,921,343
Additions	1,183	-	-	158,683
Disposals	-	(31,260)	(386,435)	(596,477)
At 31 March 2023	<u>327,913</u>	<u>200,498</u>	<u>-</u>	<u>2,483,549</u>
<b>DEPRECIATION</b>				
At 1 April 2022	326,730	218,381	381,728	1,371,313
Charge for year	174	10,107	4,704	241,503
Eliminated on disposal	-	(31,260)	(386,432)	(596,474)
At 31 March 2023	<u>326,904</u>	<u>197,228</u>	<u>-</u>	<u>1,016,342</u>
<b>NET BOOK VALUE</b>				
At 31 March 2023	<u>1,009</u>	<u>3,270</u>	<u>-</u>	<u>1,467,207</u>
At 31 March 2022	<u>-</u>	<u>13,377</u>	<u>4,707</u>	<u>1,550,030</u>

### CHARITABLE FIXED ASSETS (CHARITABLE COMPANY)

	Freehold property £	Short leasehold £	Improvements to Property £
<b>COST</b>			
At 1 April 2022	768,805	793,035	114,580
Additions	-	157,500	-
Disposals	-	(178,782)	-
At 31 March 2023	<u>768,805</u>	<u>771,753</u>	<u>114,580</u>
<b>DEPRECIATION</b>			
At 1 April 2022	144,450	217,782	82,242
Charge for the year	15,376	208,850	2,292
Eliminated on disposal	-	(178,782)	-
At 31 March 2023	<u>159,826</u>	<u>247,850</u>	<u>84,534</u>
<b>NET BOOK VALUE</b>			
At 31 March 2023	<u>608,979</u>	<u>523,903</u>	<u>30,046</u>
At 31 March 2022	<u>624,355</u>	<u>575,253</u>	<u>32,338</u>

	Fixtures and fittings £	Motor Vehicles £	Computer Equipment £	Total £
<b>COST</b>				
At 1 April 2022	319,777	231,759	386,435	2,614,391
Additions	-	-	-	157,500
Disposals	-	(31,260)	(386,435)	(596,477)
At 31 March 2023	<u>319,777</u>	<u>200,499</u>	<u>-</u>	<u>2,175,414</u>

# BAROD PROJECT

## Notes to the Consolidated Financial Statements - continued for the Year Ended 31 March 2023

### 15. TANGIBLE FIXED ASSETS - continued

#### DEPRECIATION

At 1 April 2022	319,777	218,381	381,728	1,364,360
Charge for the year	-	10,107	4,704	241,329
Eliminated	-	(31,260)	(386,432)	(596,474)
At 31 March 2023	319,777	197,228	-	1,009,215

#### NET BOOK VALUE

At 31 March 2023	-	3,271	-	1,166,199
At 31 March 2022	-	13,378	4,707	1,250,031

Short term leases are represented as follows:-

PROPERTY	CAPITAL VALUE £	LEASE PERIOD	GRANT VALUE £	Amortised £	GRANT TREATMENT
25 North Parade, Aberystwyth	180,000	3 Years	180,000	75,000	Deferred govn grants
St Fagans House, Caerphilly	180,000	3 Years	180,000	60,000	Deferred govn grants
Lower Dock Street, Newport	115,200	3 Years	115,200	38,500	Deferred govn grants
Ebbw Vale Institute	19,053	3 Years	19,053	6,451	Deferred govn grants
Kingsway, Swansea	120,000	5 Years	120,000	48,000	Deferred govn grants
West Bute St, Cardiff	137,500	5 Years	137,500	0	Deferred govn grants
Vaughan St, Llanelli	20,000	1 Year	20,000	20,000	Deferred govn grants
	<u>771,753</u>		<u>771,753</u>	<u>247,851</u>	

All of the above assets and the corresponding grants are being written off in line with the terms of their lease agreements

### 16. STOCKS

	31.3.23 £	31.3.22 £
Stocks	<u>1,060</u>	<u>1,286</u>

There is no stock in the Charitable Company.

### 17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23 £	31.3.22 £
Trade debtors	8,317	13,085
Amounts recoverable on contract	1,516,162	1,332,460
Other debtors	119,863	-
Prepayments	<u>79,024</u>	<u>31,737</u>
	<u>1,723,366</u>	<u>1,377,282</u>

#### Charitable Company

	31.3.23 £	31.3.22 £
Amounts recoverable on contracts	1,516,162	1,332,460
Other debtors	158,134	62,164
Prepayments	<u>79,024</u>	<u>31,737</u>
	<u>1,753,320</u>	<u>1,426,261</u>

# BAROD PROJECT

## Notes to the Consolidated Financial Statements - continued for the Year Ended 31 March 2023

### 18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23	31.3.22
	£	£
Trade creditors	648	698
Social security and other taxes	102,608	81,918
Accruals and deferred income	1,155,855	1,043,213
Deferred government grants	<u>216,200</u>	<u>174,471</u>
	<u>1,475,311</u>	<u>1,300,300</u>

#### Charitable Company

	31.3.2023	31.3.2022
	£	£
Amounts owed to group undertakings	206,501	-
Social security and other taxes	102,609	81,918
Other creditors	-	207,490
Accruals and deferred income	1,155,389	1,042,790
Deferred government grants	<u>216,201</u>	<u>174,470</u>
	<u>1,680,700</u>	<u>1,506,668</u>

### 19. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.3.23	31.3.22
	£	£
Deferred government grants	<u>307,701</u>	<u>400,783</u>

The above is for the Group and Charitable Company.

### 20. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31.3.23	31.3.22
	£	£
Within one year	<u>96,828</u>	<u>98,029</u>

### 21. MOVEMENT IN FUNDS

	At 1.4.22	Net movement in funds	At 31.3.23
	£	£	£
<b>Unrestricted funds</b>			
General fund	1,707,955	76,616	1,784,571
<b>Restricted funds</b>			
Capital	855,502	(13,515)	841,987
<b>TOTAL FUNDS</b>	<u>2,563,457</u>	<u>63,101</u>	<u>2,626,558</u>

## BAROD PROJECT

### Notes to the Consolidated Financial Statements - continued for the Year Ended 31 March 2023

#### 21. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	8,159,423	(8,082,807)	76,616
<b>Restricted funds</b>			
Capital	208,851	(222,366)	(13,515)
<b>TOTAL FUNDS</b>	<u>8,368,274</u>	<u>(8,305,173)</u>	<u>63,101</u>

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
<b>Unrestricted funds</b>			
General fund	1,606,090	101,865	1,707,955
<b>Restricted funds</b>			
Capital	868,838	(13,336)	855,502
<b>TOTAL FUNDS</b>	<u>2,474,928</u>	<u>88,529</u>	<u>2,563,457</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	6,648,233	(6,546,368)	101,865
<b>Restricted funds</b>			
Capital	254,940	(268,276)	(13,336)
<b>TOTAL FUNDS</b>	<u>6,903,173</u>	<u>(6,814,644)</u>	<u>88,529</u>

#### Restricted funds

The restricted funds relate to capital grants expended on fixed assets, these funds increase each year with the receipt of further capital grants and reduces by amounts each year equivalent to depreciation charges and/or by repair costs treated as revenue expenditure.

#### Unrestricted funds

The unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objectives.

#### Designated funds

A designated fund was created in order to allocate funds for estimated operating costs should be a significant decrease in funding.

#### Movements in funds (Charitable Company)

## BAROD PROJECT

### Notes to the Consolidated Financial Statements - continued for the Year Ended 31 March 2023

#### 21. MOVEMENT IN FUNDS - continued

	At 1.4.22 £	Net movement in funds £	Transfer between reserves £	At 31.3.23 £
<b>Unrestricted funds</b>				
General fund	1,500,306	77,681	-	1,577,987
<b>Restricted funds</b>				
Capital	555,501	(13,515)	-	541,986
<b>TOTAL FUNDS</b>	<u>2,055,807</u>	<u>64,166</u>	<u>-</u>	<u>2,119,973</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	in £	Movement funds £
<b>Unrestricted funds</b>				
General fund	8,130,377	(8,052,696)		77,681
<b>Restricted funds</b>				
Capital	208,851	(222,366)		(13,515)
	<u>8,339,228</u>	<u>(8,275,062)</u>		<u>64,166</u>

#### **Restricted funds**

The restricted funds relate to capital grants expended on fixed assets, these funds increase each year with the receipt of further capital grants and reduces by amounts each year equivalent to depreciation charges and/or by repair costs treated as revenue expenditure.

#### **Unrestricted funds**

The unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objectives.

#### 22. RELATED PARTY DISCLOSURES

During the year, the Barod Project gave a grant of £40,461 (2022 - £16,981) to Tyfu Community Enterprises CIC. At the balance sheet date, Tyfu Community Enterprises CIC owed them £38,271 (2022 - £62,164) and owed £8,317 (2022: £8,317).

At the balance sheet date, Sands Cymru (Harm Reduction) Ltd were owed £206,501 (2022: £207,488).

#### 23. LEGAL STATUS OF THE CHARITABLE COMPANY

The charity is a private company limited by guarantee, incorporated in England and Wales, and consequently does not have any share capital. In the event of the company being wound up, the members of the company are required to contribute an amount not exceeding £1.