

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025
FOR
NORTH EAST RECOVERY COMMUNITY SCIO**

Azets Audit Services
Chartered Accountant
Titanium 1
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Glasgow
PA4 8WF

NORTH EAST RECOVERY COMMUNITY SCIO

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

	Page
Report of the Trustees	1 to 2
Independent Examiner's Report	3
Statement of Financial Activities	4
Balance Sheet	5
Notes to the Financial Statements	6 to 12
Detailed Statement of Financial Activities	13 to 14

NORTH EAST RECOVERY COMMUNITY SCIO

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2025

The trustees present their annual trustees' report together with the financial statements of the charity for the year ending 31 March 2025.

The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the charity's governing document, 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).

OBJECTIVES AND ACTIVITIES

Objectives and purpose

The organisation's purposes are:

- Promote recovery from drug and alcohol use;
- Promote improvement of mental and physical wellbeing for individuals;
- Promote learning and employability opportunities for individuals in recovery;
- Encourage people in recovery from alcohol and drug misuse to come together for mutual support;
- Identify gaps in existing service provision and work in partnership to fill these areas;
- Promote and develop strategies, plans and structures in partnership, aimed at meeting the diverse needs of individuals;
- Empower people in recovery to assist in research, analysis, and comment on relevant policies on addiction recovery related issues;
- Co-operate and work in partnership with relevant organisations;
- Provide a therapeutic environment that offers different models of recovery for individuals who are affected by addiction; and
- Inform and influence policy making at local and national level.

Principal activities

North East Recovery Community (NERC) is a peer led voluntary organisation who delivers recovery activity and support across North East Glasgow. The charity works in partnership with a wide range of local service providers to ensure recovery is visible and accessible to all.

ACHIEVEMENTS AND PERFORMANCE

Charitable activities

North East Recovery Communities offer a wide range of support and activities that are designed & delivered by volunteers who have lived or living experience of addiction issues. We currently facilitate 6 recovery initiatives across NE Glasgow; SpARC, PARC, JaRC, RENEW, NERD & Sunday Social alongside a variety of wellbeing activities such as "Creative Arts" and "Online Meditation". Over 300 people engage with our recovery programme on a weekly basis.

We recruit and support individuals to become volunteers and have a clear volunteer pathway which is supported by a number of service providers. Our robust volunteer training and development package is paramount to the success of our recovery initiatives and would like to note our thanks and appreciation to all involved in the continued delivery of this over the past year. We continue to note a number of individuals who have progressed through this pathway and have now moved on to paid employment and also capture many other outcomes our volunteers tell us about such as increased confidence, increased sense of purpose and feeling that they are making a difference within their local community.

Outreach

NERC received funding from CORRA to provide a recovery outreach service. The fund allows us to employ 2 full-time recovery outreach workers to support people who have struggled to engage with formal treatment options. Outreach staff deliver a flexible, wraparound, peer support model of treatment which has shown to increase engagement with treatment and recovery activity across the sector.

FINANCIAL REVIEW

Reserves policy

The level of reserves held is shown in the Statement of Financial Activities on page 4. The Trustees are satisfied with the level of reserves held, particularly taking into account the need to ensure sufficient funds are available to allow flexibility in responding to needs.

NORTH EAST RECOVERY COMMUNITY SCIO

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2025

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Legal structure

North East Recovery Community was registered with the Office of the Scottish Charity Regulator on 10 March 2022 as a Scottish Charitable Incorporated Organisation. The charity registration number is SC051633.

Recruitment and appointment of new trustees

New Trustees are appointed as and when required by the charity's needs. Appointment is through a process of strict criteria that has been agreed upon by the current Trustees. No set time limit is agreed for Trustees though the Trustees review their involvement annually.

Risk management

The Trustees have considered the major strategic business and operational risks to which the charity is exposed and have reviewed those risks and established systems to mitigate these.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

SC051633

Principal address

c/o Glasgow Alcohol & Drug Recovery
Glasgow City Health & Social Care
Partnership, Festival Business Centre
150 Brand Street
Glasgow
G51 1DH

Trustees

[REDACTED]

Independent Examiner

[REDACTED]

Azets Audit Services
Chartered Accountant
Titanium 1
King's Inch Place
Renfrew
Glasgow
PA4 8WF

12/29/2025

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

[REDACTED]

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
NORTH EAST RECOVERY COMMUNITY SCIO**

I report on the accounts for the year ended 31 March 2025 set out on pages four to twelve.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The charity's trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under Section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

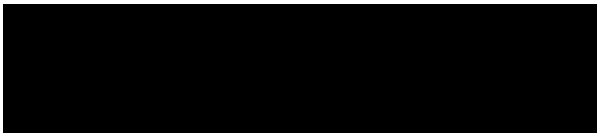
Independent examiner's statement

In connection with my examination, no matter has come to my attention :

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
- to keep accounting records in accordance with Section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
 - to prepare accounts which accord with the accounting records and to comply with Regulation 8 of the 2006 Accounts Regulations

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



The Institute of Chartered Accountants of Scotland

Azets Audit Services
Chartered Accountant
Titanium 1
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Renfrew
Glasgow
PA4 8WF

Date:

NORTH EAST RECOVERY COMMUNITY SCIO

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2025**

	Notes	Unrestricted fund £	Restricted funds £	2025 Total funds £	2024 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	117,739	-	117,739	91,406
Charitable activities	5				
Recovery activities and support		-	74,950	74,950	96,471
Other trading activities	3	-	-	-	459
Investment income	4	539	-	539	349
Other income		66	-	66	121
Total		<u>118,344</u>	<u>74,950</u>	<u>193,294</u>	<u>188,806</u>
EXPENDITURE ON					
Charitable activities					
Recovery activities and support		<u>95,376</u>	<u>54,698</u>	<u>150,074</u>	<u>179,668</u>
NET INCOME		22,968	20,252	43,220	9,138
Transfers between funds	11	<u>(1,984)</u>	<u>1,984</u>	<u>-</u>	<u>-</u>
Net movement in funds		20,984	22,236	43,220	9,138
RECONCILIATION OF FUNDS					
Total funds brought forward		114,348	48,259	162,607	153,469
TOTAL FUNDS CARRIED FORWARD		<u><u>135,332</u></u>	<u><u>70,495</u></u>	<u><u>205,827</u></u>	<u><u>162,607</u></u>

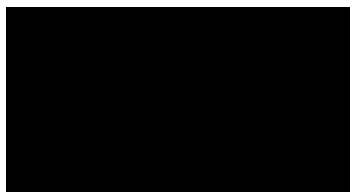
The notes form part of these financial statements

NORTH EAST RECOVERY COMMUNITY SCIO

BALANCE SHEET 31 MARCH 2025

	Notes	2025 £	2024 £
CURRENT ASSETS			
Debtors	8	51,489	45,014
Cash in hand		157,173	118,868
		<u>208,662</u>	<u>163,882</u>
CREDITORS			
Amounts falling due within one year	9	(2,835)	(1,275)
NET CURRENT ASSETS		<u>205,827</u>	<u>162,607</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		205,827	162,607
NET ASSETS		<u>205,827</u>	<u>162,607</u>
FUNDS	11		
Unrestricted funds		135,332	114,348
Restricted funds		70,495	48,259
TOTAL FUNDS		<u>205,827</u>	<u>162,607</u>

The financial statements were approved by the Board of Trustees and authorised for issue on12/29/2025..... and were signed on its behalf by:



NORTH EAST RECOVERY COMMUNITY SCIO

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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) (effective 1 January 2019) - (Charities SORP (FRS 102) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

North East Recovery Community SCIO meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Preparation of accounts on a going concern basis

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. There were no significant areas of adjustment and with respect to the next reporting period, no significant areas of uncertainty.

Accounting judgements & Sources of estimation uncertainty

In preparing these financial statements, the trustees have made the following judgements:

Assets are considered for indications of impairment. If required an impairment review will be carried out and a decision made on possible impairment. Factors taken into consideration in reaching such a decision include the economic viability and expected future financial performance of the asset and where it is a component of a larger cash-generating unit, the viability and expected future performance of that unit.

Income

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

Donations, are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either 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.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

Other income represents those items not falling into any other heading.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity 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.

Expenditure on charitable activities includes the costs of activities undertaken to further the purposes of the charity and their associated support costs.

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

NORTH EAST RECOVERY COMMUNITY SCIO

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES - continued

Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the charity's programmes and activities. These costs have been allocated to expenditure on charitable activities.

Taxation

The charity is exempt from 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 charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

Debtors

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

Financial instruments

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

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

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

Basic financial assets

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

Derecognition of financial assets

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

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Basic financial liabilities

NORTH EAST RECOVERY COMMUNITY SCIO

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES - continued

Financial instruments

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

2. DONATIONS AND LEGACIES

	2025	2024
	£	£
Donations	8,214	11,056
Grants	109,525	80,350
	<u>117,739</u>	<u>91,406</u>

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

	2025	2024
	£	£
NHS funding	100,225	80,000
Glasgow City Council	9,300	350
	<u>109,525</u>	<u>80,350</u>

3. OTHER TRADING ACTIVITIES

	2025	2024
	£	£
Training income	-	459
	<u>-</u>	<u>459</u>

4. INVESTMENT INCOME

	2025	2024
	£	£
Deposit account interest	539	349
	<u>539</u>	<u>349</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2025	2024
	£	£
Grants	74,950	96,471
	<u>74,950</u>	<u>96,471</u>

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

	2025	2024
	£	£
Corra Foundation	68,950	66,675
Family Learning Club	6,000	-
Recovery Housing	-	6,666
Winter Wellbeing Fund	-	3,130
GCVS Mental Health and Wellbeing Fund	-	20,000
	<u>74,950</u>	<u>96,471</u>

NORTH EAST RECOVERY COMMUNITY SCIO

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2025 nor for the year ended 31 March 2024.

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	91,406	-	91,406
Charitable activities			
Recovery activities and support	23,130	73,341	96,471
Other trading activities	459	-	459
Investment income	349	-	349
Other income	121	-	121
Total	<u>115,465</u>	<u>73,341</u>	<u>188,806</u>
EXPENDITURE ON			
Charitable activities			
Recovery activities and support	<u>115,589</u>	<u>64,079</u>	<u>179,668</u>
NET INCOME/(EXPENDITURE)	(124)	9,262	9,138
RECONCILIATION OF FUNDS			
Total funds brought forward	114,472	38,997	153,469
TOTAL FUNDS CARRIED FORWARD	<u>114,348</u>	<u>48,259</u>	<u>162,607</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Other debtors	14,767	28,779
Prepayments	36,722	16,235
	<u>51,489</u>	<u>45,014</u>

NORTH EAST RECOVERY COMMUNITY SCIO

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Other creditors	2,835	1,275
	<u>2,835</u>	<u>1,275</u>

10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2025 Total funds £	2024 Total funds £
Current assets	138,167	70,495	208,662	163,882
Current liabilities	(2,835)	-	(2,835)	(1,275)
	<u>135,332</u>	<u>70,495</u>	<u>205,827</u>	<u>162,607</u>

11. MOVEMENT IN FUNDS

	At 1/4/24 £	Net movement in funds £	Transfers between funds £	At 31/3/25 £
Unrestricted funds				
General fund	114,348	22,968	(1,984)	135,332
Restricted funds				
Corra Foundation	43,341	24,619	-	67,960
Family Learning Club	2,383	(4,367)	1,984	-
Recovery Housing	2,535	-	-	2,535
	<u>48,259</u>	<u>20,252</u>	<u>1,984</u>	<u>70,495</u>
TOTAL FUNDS	<u>162,607</u>	<u>43,220</u>	<u>-</u>	<u>205,827</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	118,344	(95,376)	22,968
Restricted funds			
Corra Foundation	68,950	(44,331)	24,619
Family Learning Club	6,000	(10,367)	(4,367)
	<u>74,950</u>	<u>(54,698)</u>	<u>20,252</u>
TOTAL FUNDS	<u>193,294</u>	<u>(150,074)</u>	<u>43,220</u>

NORTH EAST RECOVERY COMMUNITY SCIO

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

11. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/23 £	Net movement in funds £	At 31/3/24 £
Unrestricted funds			
General fund	114,472	(124)	114,348
Restricted funds			
Corra Foundation	25,701	17,640	43,341
Family Learning Club	13,296	(10,913)	2,383
Recovery Housing	-	2,535	2,535
	<u>38,997</u>	<u>9,262</u>	<u>48,259</u>
TOTAL FUNDS	<u>153,469</u>	<u>9,138</u>	<u>162,607</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	115,465	(115,589)	(124)
Restricted funds			
Corra Foundation	66,675	(49,035)	17,640
Family Learning Club	-	(10,913)	(10,913)
Recovery Housing	6,666	(4,131)	2,535
	<u>73,341</u>	<u>(64,079)</u>	<u>9,262</u>
TOTAL FUNDS	<u>188,806</u>	<u>(179,668)</u>	<u>9,138</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/4/23 £	Net movement in funds £	Transfers between funds £	At 31/3/25 £
Unrestricted funds				
General fund	114,472	22,844	(1,984)	135,332
Restricted funds				
Corra Foundation	25,701	42,259	-	67,960
Family Learning Club	13,296	(15,280)	1,984	-
Recovery Housing	-	2,535	-	2,535
	<u>38,997</u>	<u>29,514</u>	<u>1,984</u>	<u>70,495</u>
TOTAL FUNDS	<u>153,469</u>	<u>52,358</u>	<u>-</u>	<u>205,827</u>

NORTH EAST RECOVERY COMMUNITY SCIO

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

11. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	233,809	(210,965)	22,844
Restricted funds			
Corra Foundation	135,625	(93,366)	42,259
Family Learning Club	6,000	(21,280)	(15,280)
Recovery Housing	6,666	(4,131)	2,535
	<u>148,291</u>	<u>(118,777)</u>	<u>29,514</u>
TOTAL FUNDS	<u><u>382,100</u></u>	<u><u>(329,742)</u></u>	<u><u>52,358</u></u>

12. DESCRIPTION OF RESTRICTED FUNDS

Corra Foundation

Funding in respect of salary and IT/communications/training costs.

Family Learning Club

Fun, interactive and creative sessions that support children with their learning.

Recovery Housing

Project which helps people in getting supported tenancies.

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2025.