

Animal Concern Cumbria
Unaudited Financial Statements
31 December 2019

CHARITY REGISTRATION NUMBER: 1161354



SAINT & CO
Chartered accountants
12/13 Church Street
Whitehaven
Cumbria
CA28 7AY

Animal Concern Cumbria

Financial Statements

Year ended 31 December 2019

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Animal Concern Cumbria

Trustees' Annual Report

Year ended 31 December 2019

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 December 2019.

Reference and administrative details

Registered charity name Animal Concern Cumbria

Charity registration number 1161354

Principal office The Mary Irwin Centre
Marlborough Lonning
Egremont
CA22 2UA
Cumbria

The trustees

Mr D Hallett
Mr I Hodgson
Mrs J Heaslip
Ms C Jenkinson
Mrs J Todd
Ms J McGill
Mrs L Porter
Mrs D Simmons (Appointed 30 September 2019)
Mr K Kerr (Retired 31 May 2019)
Mrs C Yarker (Retired 31 May 2019)

Management
Lyz Turner-Dow - CEO

Animal Concern Cumbria

Trustees' Annual Report *(continued)*

Year ended 31 December 2019

Independent examiner

Ian Scott BA(hons),FCA,DChA
12/13 Church Street
Whitehaven
Cumbria
CA28 7AY

Animal Concern Cumbria

Trustees' Annual Report *(continued)*

Year ended 31 December 2019

Structure, governance, and management

ORGANISATIONAL STRUCTURE AND DECISION MAKING

Animal Concern Cumbria is a long standing animal support charity originally constituted and registered in 1982 under charity number 513091. In 2015 the charity dissolved the original charity and became a Charitable Incorporated Organisation (CIO) registered by the Charity Commission with charity number 1161354. The Board of Trustees meets regularly to oversee the proper running of the charity. New trustees are appointed at the discretion of the existing trustees as per the charity constitution. The Chief Executive Officer has responsibility for the day to day operations of the charity and working with the trustees on strategy, compliance, and development of the charity. The trustees consider the charity's aims and activities meet the Commission's requirement for public benefit.

GOVERNANCE

The charity is governed by the constitution document which is based upon the Charity Commission's model for a Charitable Incorporated Organisation. The activities of the charity are overseen by the Board of Trustees, none of whom receive any remuneration. Day to day operations are managed by the CEO and activities are undertaken by the staff at the Mary Irwin Centre supported by volunteers. The trustees acknowledge their responsibilities in respect of the ongoing stewardship of the charity, and the preparation for preparing and approving both this report and the financial statements.

FINANCIAL AND RISK MANAGEMENT

The trustees consider the CIO charity's financial position stays robustly secure, at least in the short to medium term, with reserves adequate to continue to support the ongoing renovation and running costs of the Centre. The trustees have reviewed the sensible level of funds to be held in reserve in case of reduced future income. The principle source of income continues to be from bequests, and trustees are keenly aware of the unpredictability of this funding stream and continue to look at alternative income streams. Charities of a similar nature lean towards high street charity shops and online sales to supplement income; there are also considerations for running animal day care and boarding facilities on a commercial enterprise which supplements rescue income; these are all being assessed to decide if workable for ACC.

Animal Concern Cumbria

Trustees' Annual Report *(continued)*

Year ended 31 December 2019

Objectives and activities

STATEMENT OF PUBLIC BENEFIT

For the benefit of the public to relieve the suffering of dogs and cats in need of care and attention and to supply and maintain rescue homes or other facilities for the reception, care, and treatment of such animals.

CHARITY AIMS

- To promote kindness and to suppress cruelty to animals.
- To attend generally to the welfare of all animals in need of care and protection.
- To help neglected or unwanted animals and to arrange for the provision of good homes for them.
- To release an animal to an approved home only, to maintain an interest in its welfare and to take it back into the care of the charity if the owner is unable to care for it in a proper manner.
- To refrain from selling any animal, and from destroying any animal except on the advice of a veterinary surgeon.
- To co-operate with other organisations concerned with the welfare of animals.
- To do all such things as are necessary to achieve these aims.

HOW WE ACHIEVE OUR AIMS

- The charity helped over 100 animals receive one off/multiple/ongoing vet & health treatments
- 124 animals were neutered
- 80 animals vaccinated
- 13 animals microchipped
- 47 received help with health care and treatments via our F4L & Peppa's Pot scheme
- 187 animals rehomed
- Regular animal food parcels were issued to fostering households, smallholdings, other rescues, and food banks
- ACC chosen as Charity of the Year by Pets@Home-Workington
- New charity Web page and fb to deliver information

ACC strive to deliver a supportive role to the public who want/need to release their companion pets for rehoming. Generally, the animals that ACC work with come from an existing home and ACC work to find a suitable, caring 'forever' home for the released pets to move onto. This is achieved by either bringing the animal into the charity facility, care for in fostering or, where suitable and safe to do so, enable the animal to remain in its home until rehomed - known as Home to Home (H2H). In addition to rehoming, the charity works with owners who are having difficulties with their pets and for the want of some guidance and training techniques would not need to rehome. Throughout the year our staff and behavioural associates have given support and practical aid to many people enabling them to keep their furry friends in the home. This is an area of work we would like to develop in the hope of reducing rehoming. Alongside our rehoming and support service ACC also helps with vet care, and medical/surgical health treatments for animals, some with ongoing life conditions, some one-off lifesaving operations and some simple treatments that ease irritating conditions. To support this provision the charity set up a pot of money that is used exclusively for this, the pot is called Peppa's Pot.

Animal Concern Cumbria

Trustees' Annual Report *(continued)*

Year ended 31 December 2019

Peppa's pot is an upgrade of the charities 'Friends for Life' scheme which has supported hundreds of animals' health-care since the beginning of the charity and there are currently 41 animals in regular receipt of this support.

In addition to the practical aspects of our work supporting animals in need, the charity also works on promoting good animal care and understanding of animals behaviours. We do this by producing and publishing guidance and information on a range of animal associated matters, supplying face to face and telephone support to the public on general and behavioural training, and by visiting external organisations to raise awareness of how to choose the right pet and supply good care. It is intended to increase this educational and promotional work in the coming years by running public workshops and events to engage with our communities.

Animal Concern Cumbria

Trustees' Annual Report *(continued)*

Year ended 31 December 2019

Achievements and performance

SUPPORTING CHARITY WORK

ACC is fortunate in receiving a good level of varied support for and in its work; from volunteers to retail stores and various organisations/businesses.

Our volunteers give their time and energy to:

- help at the kennels with hands on animal care, rehoming assessments, transport, home checks and vet trips
- deal with collections of donated food and equipment in all weathers from sites around our area
- foster animals for us
- run fundraising activities in stores and at open air events

Our associations with organisations/businesses include:

- instore events and promotions with Pets @ Home Workington
- instore activities and other events with Podgy Paws in Keswick
- bag packing at Sainsburys and Morrisons supermarkets
- attending a range of external events - Gosforth Fayre, The Vintage Steam Rally, Egremont Crab Fayre, Workington Festival and Christmas event etc.

PETS @ HOME - WORKINGTON - Chosen charity for 2019

ACC are very fortunate in being chosen by the Workington branch of Pets @ Home as their chosen charity of the year. This has given ACC a tremendous boost in both promotion of the charity work and in the generous supply of donated animal food and equipment. Throughout the year ACC volunteers and P@H staff have jointly worked instore at public events and raised money for the P@H charity - Support Adoption for Pets (SAFP). From this charity other animal charities receive support, and as an active fundraiser ACC are also recipients.

PETS @ HOME - VIP scheme

In addition to the joint work of Pets@Home and ACC, the P@H stores also run a scheme where purchasers at the store can sign up to a 'loyalty' reward scheme. This means that every time a purchase is made with the card presented, a reward point is given to the purchaser's nominated charity. This has helped ACC receive several reward vouchers throughout the year and has enabled us to buy animal equipment and food. We thank everyone who has signed up to this scheme and selected ACC as their charity.

SUPPORTING OUR COMMUNITY TO SUPPORT US

A huge part of the charity work is carried out with volunteers and ACC is proud to offer volunteering opportunities for individuals and groups from all walks of life, including people who may be excluded from mainstream education or working. We work with agencies and other community charities involved in social care, mental health, and community service, and with schools and colleges supporting excluded children and youths, or with individuals with complex conditions. With the support of responsible adults, individuals of all ages are enabled to work with us, which not only

Animal Concern Cumbria

Trustees' Annual Report *(continued)*

Year ended 31 December 2019

gives the charity hands on support in its work but also helps individuals to develop skills, meet new people, enjoy being out in the beautiful landscape around us and being around animals. The charity is extremely grateful to all our associates and volunteers, the support and time given makes a huge difference to what the charity can achieve in helping animals, going forward ACC aim to develop more volunteering opportunities.

DONATIONS, LEGACIES AND FINANCIAL SUPPORT

Animal Concern Cumbria, like every other charity, relies on the goodwill and generosity of donations to help cover the costs of providing support for animals in need. These are the average costs of basic animal care; some are considerably higher depending on individual vet fees, whether cat/kitten or dog/puppy, male/female, and if additional disease cover is given:

- Vaccinations average cost per animal - £44.00
- Neutering/spaying average cost per animal - £30 for cats & £110 for dogs
- Flea & Worming treatments - £15

Along with the above costs are the expenses of providing daily care, provision of a place for animals to play and sleep safely, food and equipment and often other vet/welfare costs. We are extremely grateful to everyone who gives to the charity in support of this, regardless of the sum. Every penny counts towards supporting the animals we work with from accommodation and food to health treatments and behavioural adjustments. All our work is aimed at giving an animal a good chance at finding a forever home and a place to be safe, secure, and loved. We have been very lucky to continue to receive donations from small privately-owned shops to pubs, groups, schools, and larger organisations across Cumbria. These donations contribute to the overall costs of caring for the animals.

LEGACIES

This year we have received generous legacies from 13 wills, many being from people who had adopted animals from ACC. The charity also received generous and thoughtful funeral donations from supporter's family and friends. We are extremely grateful for the forethought and consideration of people supporting the charity in their wills, and to those whose families and friends who donate in memory of a loved one. These donations provide a great boost to the charity funds and enable us to help more animals. We are extremely grateful for the generosity of all.

OTHER ITEMS

In 2019 ACC appointed a new Independent Accountancy Service. This was due to the standing down of the charity existing accountants - Carol Carre of Carole Carre & Associates We are sorry to lose Carole as she was a long-standing supporter of the charity not only in her financial guidance and duties but also in aiding with many other matters. We are extremely grateful for her support, guidance and involvement and wish her all the very best. We are delighted to have found a suitable replacement for Carole and have appointed the accountancy practice - Saint & Co. We appreciate the time and support given by the Saint & Co team in the transition period, for reviewing all our accounts and for the production of this years' information.

Animal Concern Cumbria

Trustees' Annual Report *(continued)*

Year ended 31 December 2019

We look forward to working with them ongoing. 2019 also saw a wind down of animal intakes at the site as we prepared for construction works, fostering and Home 2 Home placements continued in the year and it is anticipated they would continue and develop.

REDEVELOPMENT OF THE MARY IRWIN REHOMING CENTRE

The centre site development got underway this year following long delays due to financing the build and staffing matters. Following invites to Architect firms in and outside of Cumbria to tender for the design and interviews, the trustees appointed LJ Architects (Liverpool) and hoped to have some of the facilities open for animals before the end of the year. Unfortunately, early site surveys indicated issues with ground stability, multi levels and other issues which meant further considerations in the design and possible limitations in the build. Several designs were produced for consideration and a pre-planning submission was anticipated for the beginning of 2020.

At the time of writing this the build project has progressed, although different to the original ideas, having considered the local authority feedback.

CONTINUING TO BUILD OUR HOME TO HOME SERVICE

This service enables animals being put up for rehoming to stay with their owners until a new permanent home can be found. The benefit to the animals is that they do not suffer the stress of kennels, different routines, environment changes and handling by different people. Not every animal for rehoming can be managed this way, but where it is possible it enables the charity to rehome more animals. 2019 saw several successful H2H rehomes and it is intended to continue providing this where possible and proper to do so. At the time of writing this the H2H has been halted due to limitations with house visits during the Corona virus pandemic. It is hoped to resume this as soon as we are safely able to do so.

CONTINUING TO BUILD OUR FOSTER TEAM

As many animals are not able to cope well in a kennel/caged environment the charity welcomes people that can supply a temporary home facility as animal fosterers. Over the years the charity has built excellent fostering across the county for dogs, cats, and our little Shetland pony - Dee-Dee. In the year, the charity updated the foster agreement which sets out standards of care for animals the levels of support given to fosterers and aims to increase fostering provision. At the time of writing this report the charity has a register of interested parties that we are anticipating working with after Covid restrictions.

TRAINING OF STAFF, VOLUNTEERS AND TRUSTEES

While ACC is fortunate to have exceptional people as trustees, staff and animal/event volunteers; the charity is also committed to ensuring the future sustainability of the charity, and providing a safe, secure and enriching experience for our staff, volunteers and the animals we care for. The charity recognise that competent, skilled, and knowledgeable people are key to making the charity an ongoing success, and it is with this in mind that we are developing training programs to support

Animal Concern Cumbria

Trustees' Annual Report *(continued)*

Year ended 31 December 2019

people in their work with the charity. During 2019, several trustees took part in training that was specific to enhancing their skills in the role of leaders and decision makers. In addition, trustees and staff were given opportunities to undertake diploma/certificate courses in animal welfare and management as well as more general courses in First Aid and Bid writing. Other courses had been identified for staff, trustees, and volunteers and there is an aim to continue identifying training that suits the charity work and the development of trustees, staff, and volunteers in their support of that work.

Financial review

The charity made a deficit during the year of £88,302 (2018 - surplus £203,632). General reserves brought forward totalled £982,523 and following the deficit there were reserves of £894,221 carried forward.

RESERVES POLICY

Animal Concern Cumbria's reserves policy is to keep a sufficient level of reserves to enable operating activities to be supported, taking account of potential risks and contingencies that may arise from time to time. Animal Concern Cumbria's unrestricted reserves are held to meet the financial risks associated with the potential contingencies and uncertainties relating to the charity's operating activities. The trustees consider that at a minimum sufficient reserve must be retained to cover the costs of at least 24 months operation of the Mary Irwin Centre and charity activities, this is currently estimated to be £276881

Plans for future periods

LOOKING AHEAD

The charity is continuing to undergo change and transition in all its operational and functional aspects as it strives to meet its obligations. In the past the charity ran with many volunteers performing a variety of roles across the county which supported the charity administration and animal care work; this has become more difficult to run over time due to regulations in charity management, finance, Health & Safety and animal welfare. With obligations to run as a compliant charity, meet our aims and achieve standards of animal care as well as being ready for expected regulation of animal rescues; it has been right to review all the charity policies and procedures as well as incorporating those which come with being a CIO, employer and property/facilities owner. This work is ongoing and will always be necessary as legislation and practices change.

CURRENT SITUATION 2020

At the time of writing this report the world has suffered the impact of Coronavirus and the cascade of that impact has had a tremendous effect on all aspects of life. For ACC it meant our 'Looking Ahead' plans and the rehoming of animals from the centre and in foster were halted for quite some time. As we adapt to the situation, we are now on with the build and we are getting back into rehoming, finding ways to continue to support animals in need.

Animal Concern Cumbria

Trustees' Annual Report *(continued)*

Year ended 31 December 2019

The trustees' annual report was approved on
of trustees by:

and signed on behalf of the board

Mr D Hallett
Trustee

Animal Concern Cumbria

Independent Examiner's Report to the Trustees of Animal Concern Cumbria

Year ended 31 December 2019

I report to the trustees on my examination of the financial statements of Animal Concern Cumbria ('the charity') for the year ended 31 December 2019.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Ian Scott BA(hons),FCA,DChA
Independent Examiner

12/13 Church Street
Whitehaven
Cumbria
CA28 7AY

Animal Concern Cumbria

Statement of Financial Activities

Year ended 31 December 2019

| | | 2019 | 2018 | |
|---|------------|-----------------------|------------------------|----------------|
| | | Unrestricted funds | Total funds | |
| | Note | £ | £ | |
| Income and endowments | | | | |
| Donations and legacies | 4 | 71,222 | 71,222 | 327,082 |
| Other trading activities | 5 | 4,789 | 4,789 | 15,417 |
| Investment income | 6 | 5,647 | 5,647 | 5,264 |
| Total income | | <u>81,658</u> | <u>81,658</u> | <u>347,763</u> |
| Expenditure | | | | |
| Expenditure on charitable activities | 7,8 | 158,581 | 158,581 | 144,131 |
| Other expenditure | 10 | 11,379 | 11,379 | – |
| Total expenditure | | <u>169,960</u> | <u>169,960</u> | <u>144,131</u> |
| Net (expenditure)/income and net movement in funds | | <u>(88,302)</u> | <u>(88,302)</u> | <u>203,632</u> |
| Reconciliation of funds | | | | |
| Total funds brought forward | | 982,523 | 982,523 | 778,891 |
| Total funds carried forward | | <u>894,221</u> | <u>894,221</u> | <u>982,523</u> |

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 14 to 22 form part of these financial statements.

Animal Concern Cumbria

Statement of Financial Position

31 December 2019

| | Note | 2019 £ | 2018 £ |
|---|------|----------------|----------------|
| Fixed assets | | | |
| Tangible fixed assets | 15 | 453,984 | 470,548 |
| Current assets | | | |
| Debtors | 16 | 5,247 | 20,385 |
| Cash at bank and in hand | | 440,703 | 498,404 |
| | | <u>445,950</u> | <u>518,789</u> |
| Creditors: amounts falling due within one year | 17 | <u>5,713</u> | <u>6,814</u> |
| Net current assets | | 440,237 | 511,975 |
| Total assets less current liabilities | | 894,221 | 982,523 |
| Net assets | | 894,221 | 982,523 |
| Funds of the charity | | | |
| Unrestricted funds | | 894,221 | 982,523 |
| Total charity funds | 18 | 894,221 | 982,523 |

These financial statements were approved by the board of trustees and authorised for issue on
, and are signed on behalf of the board by:

Mr D Hallett
Trustee

The notes on pages 14 to 22 form part of these financial statements.

Animal Concern Cumbria

Notes to the Financial Statements

Year ended 31 December 2019

1. General information

The charity is a public benefit entity and a charitable incorporated organisation in England and Wales. The address of the principal office is The Mary Irwin Centre, Marlborough Loning, Egremont, Cumbria, CA22 2UA.

2. Statement of compliance

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

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant judgements

The Trustees consider there were no significant judgements in preparing the financial statements.

Key sources of estimation uncertainty

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. The directors consider there are no key sources of estimation uncertainty.

Animal Concern Cumbria

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Animal Concern Cumbria

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

| | |
|-------------------|---------------------|
| Freehold property | - 2% straight line |
| Equipment | - 20% straight line |

Animal Concern Cumbria

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Animal Concern Cumbria

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2019 £ |
|--------------------------|----------------------------|--------------------------|--------------------------|
| Donations | | | |
| Donations | 23,862 | – | 23,862 |
| Adoption & rehoming fees | 9,531 | – | 9,531 |
| Legacies | | | |
| Legacies | 30,329 | – | 30,329 |
| Grants | | | |
| Grants receivable | 7,500 | – | 7,500 |
| | <u>71,222</u> | <u>–</u> | <u>71,222</u> |
| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2018 £ |
| Donations | | | |
| Donations | 22,164 | 14,606 | 36,770 |
| Adoption & rehoming fees | 15,417 | – | 15,417 |
| Legacies | | | |
| Legacies | 274,895 | – | 274,895 |
| Grants | | | |
| Grants receivable | – | – | – |
| | <u>312,476</u> | <u>14,606</u> | <u>327,082</u> |

Animal Concern Cumbria

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

5. Other trading activities

| | Unrestricted Funds | Total Funds 2019 | Unrestricted Funds | Total Funds 2018 |
|--------------------|-----------------------|-----------------------------|-----------------------|---------------------|
| | £ | £ | £ | £ |
| Fundraising events | 4,789 | 4,789 | 15,417 | 15,417 |

6. Investment income

| | Unrestricted Funds | Total Funds 2019 | Unrestricted Funds | Total Funds 2018 |
|--------------------------------|-----------------------|-----------------------------|-----------------------|---------------------|
| | £ | £ | £ | £ |
| Income from listed investments | 5,615 | 5,615 | 5,264 | 5,264 |
| Bank interest receivable | 32 | 32 | – | – |
| | <u>5,647</u> | <u>5,647</u> | <u>5,264</u> | <u>5,264</u> |

7. Expenditure on charitable activities by fund type

| | Unrestricted Funds | Restricted Funds | Total Funds 2019 |
|--------------------------------------|-----------------------|---------------------|-----------------------------|
| | £ | £ | £ |
| Provision of animal welfare services | 99,105 | – | 99,105 |
| Support costs | 59,476 | – | 59,476 |
| | <u>158,581</u> | <u>–</u> | <u>158,581</u> |

| | Unrestricted Funds | Restricted Funds | Total Funds 2018 |
|--------------------------------------|-----------------------|---------------------|---------------------|
| | £ | £ | £ |
| Provision of animal welfare services | 59,430 | 32,511 | 91,941 |
| Support costs | 52,190 | – | 52,190 |
| | <u>111,620</u> | <u>32,511</u> | <u>144,131</u> |

8. Expenditure on charitable activities by activity type

| | Activities undertaken directly | Support costs | Total funds 2019 | Total fund 2018 |
|--------------------------------------|--------------------------------------|------------------|-----------------------------|--------------------|
| | £ | £ | £ | £ |
| Provision of animal welfare services | 99,105 | 59,476 | 158,581 | 144,131 |

Animal Concern Cumbria

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

9. Analysis of support costs

| | Analysis of support costs activity 1 £ | Total 2019 £ | Total 2018 £ |
|-----------------------|---|------------------------|-----------------|
| Staff costs | 20,561 | 20,561 | 16,352 |
| Premises | 23,424 | 23,424 | 31,922 |
| Communications and IT | 1,563 | 1,563 | 1,324 |
| Finance costs | 13,928 | 13,928 | 2,592 |
| | <u>59,476</u> | <u>59,476</u> | <u>52,190</u> |

10. Other expenditure

| | Unrestricted Funds £ | Total Funds 2019 £ | Unrestricted Funds £ | Total Funds 2018 £ |
|-------------------|----------------------------|--|----------------------------|--------------------------|
| Irrecoverable VAT | <u>11,379</u> | <u>11,379</u> | <u>—</u> | <u>—</u> |

11. Net (expenditure)/income

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

| | 2019 £ | 2018 £ |
|---------------------------------------|----------------------|--------------|
| Depreciation of tangible fixed assets | <u>16,564</u> | <u>9,447</u> |

12. Independent examination fees

| | 2019 £ | 2018 £ |
|--|---------------------|-----------|
| Fees payable to the independent examiner for: Independent examination of the financial statements | <u>1,980</u> | <u>—</u> |

13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

| | 2019 £ | 2018 £ |
|--------------------|----------------------|---------------|
| Wages and salaries | <u>66,666</u> | <u>55,067</u> |

The average head count of employees during the year was 3 (2018: 3).

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

Animal Concern Cumbria

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

15. Tangible fixed assets

| | Land and buildings £ | Equipment £ | Total £ |
|---|----------------------------|----------------|----------------|
| Cost | | | |
| At 1 January 2019 and 31 December 2019 | 479,107 | 34,912 | 514,019 |
| Depreciation | | | |
| At 1 January 2019 | 25,750 | 17,721 | 43,471 |
| Charge for the year | 9,582 | 6,982 | 16,564 |
| At 31 December 2019 | 35,332 | 24,703 | 60,035 |
| Carrying amount | | | |
| At 31 December 2019 | 443,775 | 10,209 | 453,984 |
| At 31 December 2018 | 453,357 | 17,191 | 470,548 |

16. Debtors

| | 2019 | 2018 |
|--------------------------------|--------------|--------|
| | £ | £ |
| Trade debtors | – | 2,388 |
| Prepayments and accrued income | 3,656 | 17,997 |
| Other debtors | 1,591 | – |
| | 5,247 | 20,385 |

17. Creditors: amounts falling due within one year

| | 2019 | 2018 |
|---------------------------------|--------------|-------|
| | £ | £ |
| Trade creditors | – | 5,244 |
| Accruals and deferred income | 1,980 | 1,570 |
| Social security and other taxes | 3,733 | – |
| | 5,713 | 6,814 |

Animal Concern Cumbria

Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

18. Analysis of charitable funds

Unrestricted funds

| | At 1 January 20 19 | Income | Expenditure | Transfers | At 31 December 2019 |
|---------------|--------------------------|--------|-------------|-----------|---------------------------|
| | £ | £ | £ | £ | £ |
| General funds | 982,523 | 81,658 | (169,960) | – | 894,221 |

| | At 1 January 20 18 | Income | Expenditure | Transfers | At 31 December 2018 |
|---------------|--------------------------|---------|-------------|-----------|---------------------------|
| | £ | £ | £ | £ | £ |
| General funds | 778,891 | 333,157 | (111,620) | (17,905) | 982,523 |

19. Analysis of net assets between funds

| | Unrestricted Funds | Total Funds 2019 |
|----------------------------|-----------------------|---------------------|
| | £ | £ |
| Tangible fixed assets | 453,984 | 453,984 |
| Current assets | 445,950 | 445,950 |
| Creditors less than 1 year | (5,713) | (5,713) |
| Net assets | 894,221 | 894,221 |

| | Unrestricted Funds | Total Funds 2018 |
|----------------------------|-----------------------|---------------------|
| | £ | £ |
| Tangible fixed assets | 470,548 | 470,548 |
| Current assets | 518,788 | 518,788 |
| Creditors less than 1 year | (6,813) | (6,813) |
| Net assets | 982,523 | 982,523 |

Animal Concern Cumbria
Management Information
Year ended 31 December 2019

The following pages do not form part of the financial statements.

Animal Concern Cumbria

Detailed Statement of Financial Activities

Year ended 31 December 2019

| | 2019 | 2018 |
|---------------------------------|---------------|----------------|
| | £ | £ |
| Income and endowments | | |
| Donations and legacies | | |
| Donations | 23,862 | 36,770 |
| Adoption & rehoming fees | 9,531 | 15,417 |
| Legacies | 30,329 | 274,895 |
| Grants receivable | 7,500 | – |
| | <u>71,222</u> | <u>327,082</u> |
| Other trading activities | | |
| Fundraising events | 4,789 | 15,417 |
| | <u>4,789</u> | <u>15,417</u> |
| Investment income | | |
| Income from listed investments | 5,615 | 5,264 |
| Bank interest receivable | 32 | – |
| | <u>5,647</u> | <u>5,264</u> |
| Total income | <u>81,658</u> | <u>347,763</u> |

Animal Concern Cumbria

Detailed Statement of Financial Activities *(continued)*

Year ended 31 December 2019

| | 2019 | 2018 |
|---|-----------------|---------|
| | £ | £ |
| Expenditure | | |
| Expenditure on charitable activities | | |
| Wages and salaries | 66,666 | 55,067 |
| Rates and water | 896 | 1,611 |
| Light and heat | 5,282 | 6,788 |
| Repairs and maintenance | 10,389 | 14,494 |
| Insurance | 2,633 | 3,586 |
| Other establishment | 115 | – |
| Other motor/travel costs | 3,182 | 3,530 |
| Legal and professional fees | 14,199 | 4,329 |
| Telephone | 1,563 | 1,324 |
| Other office costs | 4,107 | 5,358 |
| Depreciation | 16,564 | 9,447 |
| Bank charges | 217 | 242 |
| Veterinary fees | 22,846 | 26,841 |
| Feed and other supplies | 9,922 | 11,514 |
| | 158,581 | 144,131 |
| Other expenditure | | |
| Irrecoverable VAT | 11,379 | – |
| | 169,960 | 144,131 |
| Total expenditure | | |
| | (88,302) | 203,632 |
| Net (expenditure)/income | | |

Animal Concern Cumbria

Notes to the Detailed Statement of Financial Activities

Year ended 31 December 2019

| | 2019 | 2018 |
|---|---------|---------|
| | £ | £ |
| Expenditure on charitable activities | | |
| Provision of animal welfare services | | |
| Activities undertaken directly | | |
| Direct charitable activity - wages/salaries | 46,105 | 38,715 |
| Direct charitable activity - other motor/travel costs | 3,182 | 3,530 |
| Direct charitable activity - legal, admin and professional fees | 486 | 1,979 |
| Direct charitable activity - depreciation | 16,564 | 9,447 |
| Direct charitable activity - vet fees | 22,846 | 26,756 |
| Direct charitable activity - feed and other supplies | 9,922 | 11,514 |
| | 99,105 | 91,941 |
| Support costs | | |
| Support charitable activity - wages/salaries | 20,561 | 16,352 |
| Support charitable activity - rent, rates & water | 896 | 1,611 |
| Support charitable activity - light & heat | 5,282 | 6,788 |
| Support charitable activity - repairs & maintenance | 10,389 | 14,494 |
| Support charitable activity - insurance | 2,633 | 3,586 |
| Support charitable activity - other establishment | 115 | - |
| Support charitable activity - legal and professional fees | 13,713 | 2,350 |
| Support charitable activity - telephone and postage | 1,563 | 1,324 |
| Support charitable activity - other office costs | 4,107 | 5,358 |
| Support charitable activity - bank charges | 217 | 242 |
| Support charitable activity - expense claims | - | 85 |
| | 59,476 | 52,190 |
| | 158,581 | 144,131 |