

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019
FOR
ANIMAL WELFARE (FURNESS)**

ANIMAL WELFARE (FURNESS)

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FOR THE YEAR ENDED 31 DECEMBER 2019**

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ANIMAL WELFARE (FURNESS)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2019

The trustees present their report with the financial statements of the charity for the year ended 31 December 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity was established for the care and protection of animals in need. To do this, the charity operates two shops in order to generate funds, one in Ulverston and the other in Barrow-in-Furness. It also receives monies from memberships, adoptions, donations, legacies and income from investments. The shops themselves rely heavily on the time and efforts of volunteers.

The trustees confirm that they have complied with their duty under section 4 of the Charities Act 2006 to have due regard to the public benefit guidance published by the Charity Commission and consider that the pursuit of the association's aims through the activities described above is consistent therewith.

Public benefit

The trustees confirm they have complied with their duty under section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission and consider that the pursuit of the trust's objectives through the activities described above is consistent therewith.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

This year Animal Welfare (Furness) has had another successful year with the combined income from our two shops being maintained at a little over £110,000. This is an indication of the excellent support we continue to receive from the general public in the form of both the quantity and quality of their donations.

Although we have been able to maintain volunteer numbers to maintain our shops' opening hours the number of volunteers supporting the charity has reduced as our cattery has been closed for refurbishment for most of the year.

During the year we have maintained the number of trustees at six with one resignation being replaced at our AGM in November. We have also maintained sponsorship by Tesco Extra in Barrow.

Our cattery in Rawlinson Street has been closed for most of the year for a substantial refurbishment including new pens, work and reception areas. Prior to closure resident cats were rehomed to charities throughout the North West and phone lines diverted to the office in the Barrow shop so a response to enquiries from the general public could be maintained. Although our cattery was closed, we helped over 100 cats and kittens by rehoming directly from a waiting list or with the support local charities. By year end the refurbishment work is nearing completion following delays due to difficulties securing contractors and problems with the buildings heating, windows and wiring.

This year we have seen a reduction in the number of dogs we have rehomed to 7 and have reduced the number of kennels rented at the borough kennels back down to two. As a result, the charity's waiting list for dogs available for rehoming has increased. The charity is not able to explain this reduction. In addition to the cats and dogs the charity also supports numerous birds at a local bird sanctuary for wild birds.

The charity continues to micro-chip and where possible neuter pets before they are re-homed. In addition, we continue to provide micro-chipping for pets from any member of the general public free of charge, however, the number of pets microchipped has reduced again this year from 114 to 30 indicating that the initial numbers of unchipped pets are reducing.

The charity continues to maintain its special welfare fund to help many members of the public who need financial support to pay for urgent veterinary care for their pets due to the generous donation received from the Samuel and Freda Parkinson Charitable Trust for which the charity is extremely grateful. We have maintained our agreement with a local vet and continue to offer vouchers up to £50 to help pet owners on benefits to obtain routine and emergency treatment. This has enabled us to continue to protect pets in the local area whilst keeping costs at a manageable level.

We have been able to maintain the operation of our eBay shop during 2019 as volunteers with knowledge of eBay have come forward. During 2019 we raised just over £2,280 which is a little over three times that raised on eBay in 2018.

ANIMAL WELFARE (FURNESS)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2019

FINANCIAL REVIEW

Reserves policy

It is the committee's policy that the reserves held by the charity should be such that the charity can carry on its activities for six months without income. The reserves should, therefore, represent one half of the years expenditure. At 31st December 2019 the reserves meet the policy requirement.

The reserves are also being accumulated with a view to the purchase of additional premises for the cattery.

Donations

During the 2019 year a donation of £10,000 (2018: £10,000) was received from the Samuel & Freda Parkinson Charitable Trust. This trust has supported Animal Welfare (Furness) over a number of years for which the charity is duly grateful.

For the 2019 year, the charity generated a surplus in funds of £60,483 (2018 : £41,494).

FUTURE PLANS

Our immediate focus is to finalise the building work and re-open our Cattery in Rawlinson street. To support this, we plan to recruit and train both cattery staff and volunteers so that it once again can be a centre for the care and rehoming of local cats and kittens in need.

In addition, we plan to maintain our retail activities in Barrow and Ulverston to ensure the charity continues to remain financially sustainable with the additional staff costs of running and maintaining the refurbished cattery.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Animal Welfare (Furness) is constituted under a trust deed dated 4th June 1987 and was registered as a charitable organisation on 13th July 1987 as amended 26th September 2005, 19th September 2007, 7th August 2014 and 26th October 2016. The charity was established for the care and protection of animals in need of care and attention by reason of sickness, maltreatment, poor circumstances, ill-usage or other similar causes as well as the prevention of cruelty and suffering among animals.

The charity is governed by its committee who appoint officers responsible for the management of the charitable activities.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

519065

Principal address

207 Rawlinson Street
Barrow in Furness
Cumbria
LA14 1ED

Trustees

Mrs M Hudson Chairperson
Mrs J Stephenson Treasurer
Mrs R Wilkinson
Mr C Lunt (resigned 15.11.19)
Miss J Egerton Secretary
Mr N Welham (appointed 1.1.19)
Miss L Brady (appointed 1.11.19)

ANIMAL WELFARE (FURNESS)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2019**

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

J F Hornby, FCA
J F Hornby & Co
Chartered Accountants
The Tower
Daltongate Business Centre
Daltongate
Ulverston
Cumbria
LA12 7AJ

Bankers

The Royal Bank of Scotland plc
234-236 Dalton Road
Barrow in Furness
Cumbria

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

Approved by order of the board of trustees on 17 November 2020 and signed on its behalf by:



Mr N Welham - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
ANIMAL WELFARE (FURNESS)**

Independent examiner's report to the trustees of Animal Welfare (Furness)

I report to the charity trustees on my examination of the accounts of Animal Welfare (Furness) (the Trust) for the year ended 31 December 2019.

Responsibilities and basis of report

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

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all 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 Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts 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.

J F Hornby, FCA
J F Hornby & Co
Chartered Accountants
The Tower
Daltongate Business Centre
Daltongate
Ulverston
Cumbria
LA12 7AJ

17 November 2020

ANIMAL WELFARE (FURNESS)

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2019

| | Notes | 31.12.19 Unrestricted fund £ | 31.12.18 Total funds £ |
|------------------------------------|-------|---------------------------------------|---------------------------------|
| INCOME AND ENDOWMENTS FROM | | | |
| Donations and legacies | | 46,679 | 30,450 |
| Other trading activities | 2 | 112,047 | 102,749 |
| Investment income | 3 | 1,247 | 988 |
| Total | | <u>159,973</u> | <u>134,187</u> |
| EXPENDITURE ON | | | |
| Charitable activities | | | |
| Activities | | 99,490 | 92,693 |
| NET INCOME | | <u>60,483</u> | <u>41,494</u> |
| RECONCILIATION OF FUNDS | | | |
| Total funds brought forward | | 449,564 | 408,070 |
| TOTAL FUNDS CARRIED FORWARD | | <u><u>510,047</u></u> | <u><u>449,564</u></u> |

The notes form part of these financial statements

ANIMAL WELFARE (FURNESS)

BALANCE SHEET 31 DECEMBER 2019

| | Notes | 31.12.19 Unrestricted fund £ | 31.12.18 Total funds £ |
|--|-------|---------------------------------------|---------------------------------|
| FIXED ASSETS | | | |
| Tangible assets | 7 | 200,271 | 123,221 |
| CURRENT ASSETS | | | |
| Debtors | 8 | 7,330 | 1,196 |
| Cash at bank and in hand | | 303,728 | 329,961 |
| | | <u>311,058</u> | <u>331,157</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 9 | (1,282) | (4,814) |
| NET CURRENT ASSETS | | <u>309,776</u> | <u>326,343</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 510,047 | 449,564 |
| NET ASSETS | | <u>510,047</u> | <u>449,564</u> |
| FUNDS | 11 | | |
| Unrestricted funds | | 510,047 | 449,564 |
| TOTAL FUNDS | | <u>510,047</u> | <u>449,564</u> |

The financial statements were approved by the Board of Trustees and authorised for issue on 17 November 2020 and were signed on its behalf by:

N 

Mr N Welham - Trustee

ANIMAL WELFARE (FURNESS)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 Charities Act 2011. The financial statements have been prepared under the historical cost convention.

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.

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.

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 | - not provided |
| Improvements to property | - 10% on cost |
| Computer equipment | - 33% on cost |

Freehold property has not been depreciated which is a departure from 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 102 (FRS 102), and the Charities Act 2016.

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.

Pension costs and other post-retirement benefits

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

ANIMAL WELFARE (FURNESS)

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2019

2. OTHER TRADING ACTIVITIES

| | 31.12.19 | 31.12.18 |
|----------------------|----------------|----------------|
| | £ | £ |
| Shop income | 107,959 | 100,146 |
| Sale of rags & books | 2,470 | 2,603 |
| Paypal sales | 1,618 | - |
| | <u>112,047</u> | <u>102,749</u> |

3. INVESTMENT INCOME

| | 31.12.19 | 31.12.18 |
|-------------------|--------------|------------|
| | £ | £ |
| Interest received | <u>1,247</u> | <u>988</u> |

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2019 nor for the year ended 31 December 2018.

Trustees' expenses

During the year payments were made in respect of travelling and telephone costs incurred in the course of the charities activities. Other than this there were no other transactions with members during the year.

5. STAFF COSTS

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

| | 31.12.19 | 31.12.18 |
|-----------|----------|-----------|
| Employees | <u>7</u> | <u>13</u> |

No employees received emoluments in excess of £60,000.

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

| | Unrestricted fund £ |
|-----------------------------------|------------------------|
| INCOME AND ENDOWMENTS FROM | |
| Donations and legacies | 30,450 |
| Other trading activities | 102,749 |
| Investment income | 988 |
| Total | <u>134,187</u> |
| EXPENDITURE ON | |
| Charitable activities | |
| Activities | 92,693 |
| NET INCOME | <u>41,494</u> |

ANIMAL WELFARE (FURNESS)

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2019

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

Unrestricted
fund
£

RECONCILIATION OF FUNDS

Total funds brought forward

408,070

TOTAL FUNDS CARRIED FORWARD

449,564

7. TANGIBLE FIXED ASSETS

| | Freehold property £ | Improvements to property £ | Computer equipment £ | Totals £ |
|-----------------------|---------------------------|-------------------------------------|----------------------------|----------------|
| COST | | | | |
| At 1 January 2019 | 123,000 | - | 650 | 123,650 |
| Additions | - | 85,850 | - | 85,850 |
| | <u>123,000</u> | <u>85,850</u> | <u>650</u> | <u>209,500</u> |
| At 31 December 2019 | 123,000 | 85,850 | 650 | 209,500 |
| DEPRECIATION | | | | |
| At 1 January 2019 | - | - | 429 | 429 |
| Charge for year | - | 8,585 | 215 | 8,800 |
| | <u>-</u> | <u>8,585</u> | <u>644</u> | <u>9,229</u> |
| At 31 December 2019 | - | 8,585 | 644 | 9,229 |
| NET BOOK VALUE | | | | |
| At 31 December 2019 | <u>123,000</u> | <u>77,265</u> | <u>6</u> | <u>200,271</u> |
| At 31 December 2018 | <u>123,000</u> | <u>-</u> | <u>221</u> | <u>123,221</u> |

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 31.12.19 £ | 31.12.18 £ |
|-----|---------------|---------------|
| VAT | <u>7,330</u> | <u>1,196</u> |

ANIMAL WELFARE (FURNESS)

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2019

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 31.12.19 | 31.12.18 |
|---|--------------|--------------|
| | £ | £ |
| Bank loans and overdrafts (see note 10) | 222 | 4,634 |
| Taxation and social security | (28) | (20) |
| Other creditors | 1,088 | 200 |
| | <u>1,282</u> | <u>4,814</u> |

10. LOANS

An analysis of the maturity of loans is given below:

| | 31.12.19 | 31.12.18 |
|--|------------|--------------|
| | £ | £ |
| Amounts falling due within one year on demand: | | |
| Bank overdraft | <u>222</u> | <u>4,634</u> |

11. MOVEMENT IN FUNDS

| | At 1.1.19 | Net movement in funds | At 31.12.19 |
|---------------------------|----------------|-----------------------|----------------|
| | £ | £ | £ |
| Unrestricted funds | | | |
| General fund | 449,564 | 60,483 | 510,047 |
| | <u>449,564</u> | <u>60,483</u> | <u>510,047</u> |
| TOTAL FUNDS | <u>449,564</u> | <u>60,483</u> | <u>510,047</u> |

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

| | Incoming resources | Resources expended | Movement in funds |
|---------------------------|--------------------|--------------------|-------------------|
| | £ | £ | £ |
| Unrestricted funds | | | |
| General fund | 159,973 | (99,490) | 60,483 |
| | <u>159,973</u> | <u>(99,490)</u> | <u>60,483</u> |
| TOTAL FUNDS | <u>159,973</u> | <u>(99,490)</u> | <u>60,483</u> |

Comparatives for movement in funds

| | At 1.1.18 | Net movement in funds | At 31.12.18 |
|---------------------------|----------------|-----------------------|----------------|
| | £ | £ | £ |
| Unrestricted funds | | | |
| General fund | 408,070 | 41,494 | 449,564 |
| | <u>408,070</u> | <u>41,494</u> | <u>449,564</u> |
| TOTAL FUNDS | <u>408,070</u> | <u>41,494</u> | <u>449,564</u> |

ANIMAL WELFARE (FURNESS)

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2019

11. MOVEMENT IN FUNDS - continued

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

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 134,187 | (92,693) | 41,494 |
| TOTAL FUNDS | <u>134,187</u> | <u>(92,693)</u> | <u>41,494</u> |

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

| | At 1.1.18 £ | Net movement in funds £ | At 31.12.19 £ |
|---------------------------|----------------|----------------------------------|---------------------|
| Unrestricted funds | | | |
| General fund | 408,070 | 101,977 | 510,047 |
| TOTAL FUNDS | <u>408,070</u> | <u>101,977</u> | <u>510,047</u> |

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 | 294,160 | (192,183) | 101,977 |
| TOTAL FUNDS | <u>294,160</u> | <u>(192,183)</u> | <u>101,977</u> |

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2019.

13. POST BALANCE SHEET EVENTS

The turnover and profitability of the charity for the financial year to 31 December 2020 will be affected due to coronavirus pandemic

ANIMAL WELFARE (FURNESS)

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2019

| | 31.12.19 £ | 31.12.18 £ |
|---------------------------------|---------------|---------------|
| INCOME AND ENDOWMENTS | | |
| Donations and legacies | | |
| Donations | 6,863 | 22,780 |
| Gift aid | 1,159 | - |
| Bequests & legacies | 36,838 | 1,915 |
| Adoptions | 1,175 | 5,755 |
| Donated services and facilities | 644 | - |
| | <hr/> 46,679 | <hr/> 30,450 |
| Other trading activities | | |
| Shop income | 107,959 | 100,146 |
| Sale of rags & books | 2,470 | 2,603 |
| Paypal sales | 1,618 | - |
| | <hr/> 112,047 | <hr/> 102,749 |
| Investment income | | |
| Interest received | 1,247 | 988 |
| | <hr/> | <hr/> |
| Total incoming resources | 159,973 | 134,187 |
| EXPENDITURE | | |
| Charitable activities | | |
| Veterinary fees | 6,051 | 14,979 |
| Food & litter | 354 | 3,274 |
| Kennelling charges | 565 | 1,003 |
| | <hr/> 6,970 | <hr/> 19,256 |
| Support costs | | |
| Management | | |
| Rent & rates | 13,240 | 13,395 |
| Insurance | 2,574 | 2,281 |
| Light and heat | 6,569 | 5,454 |
| Repairs & maintenance | 2,558 | 4,311 |
| Refuse collection | 2,165 | 1,369 |
| Cleaning | 354 | 1,315 |
| | <hr/> 27,460 | <hr/> 28,125 |
| Finance | | |
| Wages | 46,178 | 33,858 |
| Pensions | 337 | 80 |
| Travelling expenses | 1,663 | 2,337 |
| Advertising | 120 | 356 |
| Telephone | 1,195 | 1,174 |
| Carried forward | 49,493 | 37,805 |

This page does not form part of the statutory financial statements

ANIMAL WELFARE (FURNESS)

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2019

| | 31.12.19 £ | 31.12.18 £ |
|-------------------------------|---------------|---------------|
| Finance | | |
| Brought forward | 49,493 | 37,805 |
| Paypal charges | 154 | 90 |
| | <u>49,647</u> | <u>37,895</u> |
| Information technology | | |
| Card machine charges | 799 | 708 |
| Packaging | 184 | 130 |
| Postage and stationery | 649 | 2,105 |
| Licences | 41 | 21 |
| Sundries | 1,156 | 1,332 |
| | <u>2,829</u> | <u>4,296</u> |
| Other | | |
| Web site | 507 | - |
| Improvements to property | 8,585 | - |
| Computer equipment | 215 | 215 |
| | <u>9,307</u> | <u>215</u> |
| Governance costs | | |
| Accountancy and legal fees | 3,277 | 2,906 |
| | <u>99,490</u> | <u>92,693</u> |
| Total resources expended | | |
| Net income | <u>60,483</u> | <u>41,494</u> |